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STATE OF NEW JERSEY

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 1984

Prepared by

DEPARTMENT OF THE TREASURY
MICHAEL M. HORN, TREASURER

DIVISION OF BUDGET AND ACCOUNTING
RICHARD B. STANDIFORD, COMPTROLLER

STATE OF NEW JERSEY
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 1984
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INTRODUCTION

State of New Jersey
DEPARTMENT OF THE TREASURY
OFFICE OF MANAGEMENT AND BUDGET
CN 221
TRENTON, NEW JERSEY 08625

MICHAEL M. HORN
STATE TREASURER

RICHARD B. STANDIFORD
DIRECTOR AND COMPTROLLER
DIVISION OF BUDGET AND ACCOUNTING

November 30, 1984

Governor Thomas H. Kean
Members of the Legislature
Citizens of New Jersey

In accordance with the provisions of N.J.S.A. 52: 27B-46, we are pleased to transmit to you the comprehensive Annual Financial Report of the State of New Jersey for the year ended June 30, 1984, depicting the financial condition of the State and the results of operations for the year.

We are continuing in our efforts to move toward conformity with the stringent reporting standards established by nationally recognized accounting authorities. We believe that New Jersey has made significant progress in financial reporting in the last three years. Among the enhancements included in this year's financial reporting practices are increased use of recommended terminology and statement formatting as well as expanded financial disclosure. We are confident that the financial controls presently in place have enabled New Jersey to maintain its high standing in the financial community.

FINANCIAL REPORTING

The accompanying financial statements of the State of New Jersey are prepared on a modified accrual basis in accordance with generally accepted accounting principles. The State's financial statements for all funds presented herein have been audited by the Division of State Auditing, Office of Legislative Services. Their examination was conducted in accordance with generally accepted auditing standards and this year, for the first time, they have rendered a single opinion on the overall financial condition of the State. We believe that this is another significant step in New Jersey's move to achieve compliance with the financial reporting standards of the authoritative national accounting bodies.

In developing and altering the State's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the State's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Revenues

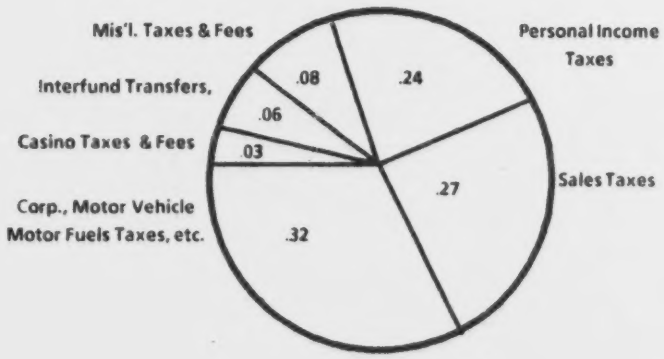
Budgetary revenue for general governmental operations for the year ended June 30, 1984 totaled $7.3 billion. This represents an increase of $1,037 million or 16.6% over 1983. Sales taxes comprised 27% of total revenue, the personal income tax represented 24% and corporation, motor vehicle, motor fuels, cigarette and other taxes represented 32% of all revenue.

SCHEDULE OF BUDGETARY REVENUES
For the Year Ended June 30, 1984

Source of Revenue ($000)	F.Y. 1984 Amount	F.Y. 1983 Amount	Increase (Decrease) Amount	Per Cent
Corporation, Motor Vehicle, Motor Fuels Taxes, etc.	$2,350,731	$2,131,511	$ 219,220	10.3%
Sales Taxes	1,974,446	1,582,349	392,097	24.8
Personal Income Taxes	1,732,235	1,391,557	340,678	24.5
Miscellaneous Taxes & Fees	568,226	578,264	(10,038)	(1.7)
Interfund Transfers	459,871	392,265	67,606	17.2
Casino Taxes and Fees	193,295	165,507	27,788	16.8
Other	1,429	1,525	(96)	(6.3)
	$7,280,233	$6,242,978	- $1,037,255	16.6%

The State experienced substantial growth in revenues due to improving national economic conditions and rate changes in the sales and personal income taxes. Revenue highlights for 1984 include a $392.1 million or 24.8% increase in sales tax collections over 1983, a $340.7 million or 24.5% increase in personal income tax collections, and a $64.7 million or 21.9% increase in State Lottery collections. The graph below illustrates the various sources which comprise the revenue dollar for fiscal year 1984.

REVENUE DOLLAR
Fiscal Year 1984



Corporation, Motor Vehicle, Motor Fuels Taxes, etc.	$ .32
Sales Taxes	.27
Personal Income Taxes	.24
Miscellaneous Taxes and Fees	.08
Interfund Transfers	.06
Casino Taxes and Fees	.03
Other	.--
Total	$1.00

Expenditures

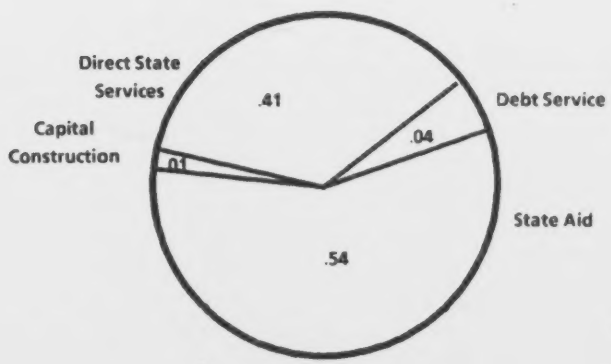
Budgetary expenditures for general governmental operations totaled $6.9 billion in 1984, an increase of $588.1 million, or 9.4% over 1983.

SCHEDULE OF BUDGETARY EXPENDITURES
For the Year Ended June 30, 1984

Expenditure Category ($000)	F.Y. 1984 Amount	F.Y. 1983 Amount	Increase (Decrease) Amount	Per Cent
State Aid	$3,747,818	$3,504,874	$242,944	6.9%
Direct State Services	2,804,582	2,491,854	312,728	12.6
Debt Service	266,525	238,923	27,602	11.6
Capital Construction	45,604	40,698	4,906	12.1
	$6,864,529	$6,276,349	$588,180	9.4%

Of the total Budget, 54 percent is distributed in the form of State Aid. Expenditure highlights for 1984 include $2.2 billion in expenditures to support local elementary and secondary education programs, an increase of $180 million or 9.0% from 1983; $462.1 million expended for the State's share of Medicaid, an increase of $34.1 million or 8.0%; $541.6 million in expenses for the support of the State's Higher Education system, an increase of $36.8 million or 7.3%; and $139.9 million in expenditures from the Casino Revenue Fund to support senior citizens and disabled residents, an increase of $23.6 million or 20.3%.

EXPENDITURE DOLLAR
Fiscal Year 1984



State Aid	$ .54
Direct State Services	.41
Debt Service	.04
Capital Construction	.01
Total	$1.00

Fund Balance

The State ended fiscal year 1984 with an undesignated fund balance (surplus) of $645.7 million for the major governmental funds. Within this total, the undesignated fund balance of the General Fund was $485.3 million, and the Casino Revenue Fund, $67.6 million, and the Property Tax Relief Fund, $92.2 million.

DEBT MANAGEMENT

New Jersey continues to receive the highest bond rating from both Moody's Investor Service (Aaa) and Standard and Poor's Corporation (AAA). This reflects New Jersey's long-standing record of sound financial management. In fiscal year 1984 the State issued $125 million in general obligation bonds and retired $115.6 million in general obligation bonds.

At June 30, 1984, the total State general long-term obligation amounted to $2,237 million. On a per capita basis this represents $299 for every resident of the State.

THE YEARS AHEAD

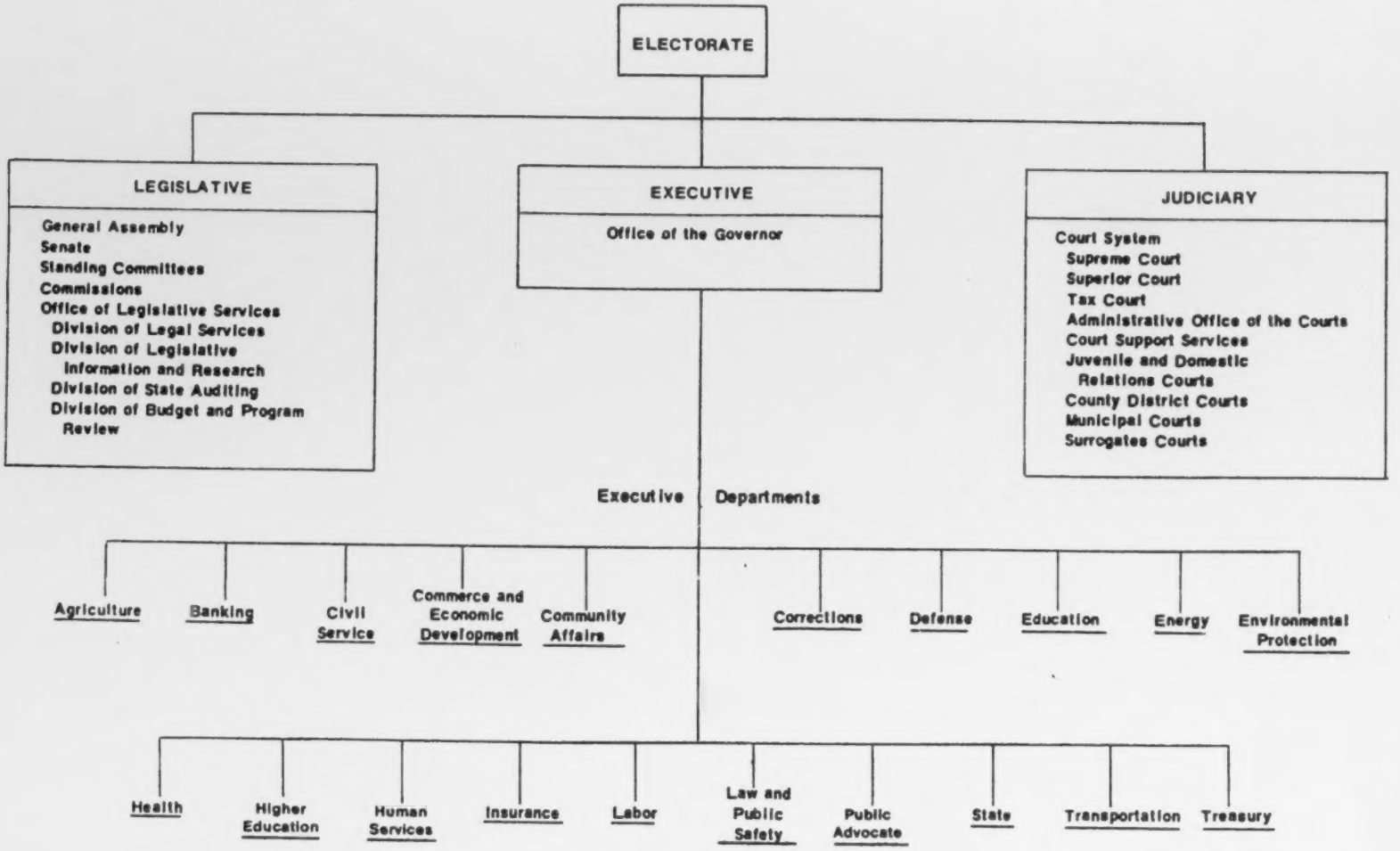
As a result of the economic recovery experienced throughout the nation, New Jersey enters Fiscal Year 1985 with a substantial undesignated fund balance. These monies will enable us both to meet the current needs of the State and to provide a reserve against future needs. Our first priorty will continue to be to sustain the sound financial condition of New Jersey throughout the coming years, thereby assuring necessary government services for the citizens of the State.

Respectfully submitted,

Michael M. Horn
State Treasurer

Richard B. Standiford
State Comptroller

NEW JERSEY STATE GOVERNMENT



FINANCIAL SECTION

COMBINED STATEMENTS - OVERVIEW

Combined Statements provide a summary overview of the financial position of all funds and account groups and of the operating results by fund type. They also serve as an introduction to the more detailed statements and schedules that follow.

LEGISLATIVE SERVICES COMMISSION

CARMEN A. ORECHIO
CHAIRMAN

ROBERT E. LITTELL
VICE-CHAIRMAN

DONALD T. DiFRANCESCO
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WALTER E. FORAN
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WILLIE B. BROWN
JOHN PAUL DOYLE
DEAN A. GALLO
ALAN J. KARCHER
DENNIS L. RILEY
ANTHONY M. VILLANE, JR.
KARL WEIDEL

State of New Jersey

OFFICE OF LEGISLATIVE SERVICES
DIVISION OF STATE AUDITING
STATE HOUSE ANNEX, CN-067
TRENTON, NEW JERSEY 08625
TELEPHONE: (609) 292-6430

JAMES J. DOLAN
STATE AUDITOR

November 26, 1984

TO: Honorable Thomas H. Kean
Governor of New Jersey

Honorable Carmen A. Orechio
President of the Senate

Honorable Alan J. Karcher
Speaker of the General Assembly

Mr. Albert Porroni
Executive Director
Office of Legislative Services

Gentlemen:

We have examined the financial statements of the various funds and account groups of the State of New Jersey for the year ended June 30, 1984, listed in the foregoing table of contents - Financial Section. Our examination was made in accordance with generally accepted auditing standards and accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances. We did not examine the financial statements of the Cash Management Fund, Common Pension Funds A & B, State Lottery Fund, State Lottery Agency Fund, Investments of the General Fund and other entities, and certain Special Revenue Funds, which statements reflect total assets and revenues constituting 65% and 9%, respectively, of the combined totals. These statements were examined by other auditors whose reports thereon have been furnished to us, and our opinion expressed herein, insofar as it relates to the amounts included in these entities, is based solely upon the reports of the other auditors.

The State has not maintained a record of general fixed assets, and accordingly, a statement of general fixed assets, required by generally accepted accounting principles, is not included in the financial report. In addition, financial statements for the State's six pension plans are not included nor have we audited these financial statements.

As more fully explained in Note 1E, the financial activities applicable to the Public Benefit Corporations and Authorities for which the State of New Jersey has oversight responsibility have not been included in the financial statements as required by generally accepted accounting principles.

Subsequent to the publication of the 1983 Comprehensive Annual Financial Report, certain Trust and Agency Funds were audited and resulted in audit adjustments and the restatement of the 1984 beginning fund balances (further described in Note 2). In addition, Note 2 describes a change in the funding of employers' social security taxes, the reclassification of trust, agency and special revenue funds, and the classification of accounts receivable.

As discussed in Note 19 to the financial statements, the State is a defendant in several law suits and the audits of the Federal funds have not been completed. These legal actions and/or audits have the potential for either a significant loss of revenue or unanticipated expenditures. The ultimate outcome of the law suits and/or audits cannot presently be determined and no provision for any liability that may result has been made in the financial statements.

In our opinion, based on our examination and the reports of other auditors, except for the effect of not including fixed assets, pension funds, and the Public Benefit Corporations and Authorities as set forth in the preceding paragraphs and subject to the effects on the financial statements of such adjustments, if any, as might have been required had the outcome of the uncertainty referred to in the preceding paragraph been known, the financial statements listed in the aforementioned table of contents present fairly the financial position of the State of New Jersey at June 30, 1984, and the results of operations for the year then ended, in conformity with generally accepted accounting principles applied on the basis consistent with that of the preceding year except for changes, with which we concur, in accounting policy as noted above.

The accompanying statistical and supplemental schedules and related information presented on pages 121 to 187 are not necessary for fair presentation of financial statements, but are presented as additional analytical data. This information has not been audited by us and accordingly, we do not express an opinion on them.

The examination was performed and this report is submitted pursuant to the State Auditor's audit responsibilities as set forth in Article VII, Section 1.6 of the State Constitution, and N.J.S.A. 52:24-4, Legislative Services Law of 1978.

Respectfully submitted,

James J. Dolan

James J. Dolan
State Auditor

STATE OF NEW JERSEY
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 1984

	General Fund	Special Revenue Funds	Debt Service Fund
ASSETS			
CASH			
Demand accounts (Note 3)	$ 9,574,144	$ 2,753,360	$ --
Time accounts	22,100,000	--	--
Cash with fiscal agent (Note 1)	--	--	6,588,866
INVESTMENTS (Note 4)	445,755,350	89,466,685	--
RECEIVABLES (Note 2 and 5)			
Federal government	230,550,706	973,006	--
Departmental accounts	463,326,695	125,403,007	--
Loans	936,896	54,344,926	--
Other	9,551,952	21,962,267	--
OTHER ASSETS			
Due from other funds (Note 6)	638,348,344	324,642,607	--
Advances to other funds (Note 9)	2,200,000	--	--
Deferred charges	2,940,000	635,497	--
Amount to be provided for:			
Retirement of general obligation bonds (Note 12)	--	--	--
Payment of capital leases (Note 13)	--	--	--
Total Assets	$ 1,825,284,087	$ 620,181,355	$ 6,588,866
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable (Note 7)	$ 615,024,144	$ 98,543,112	$ --
Deferred revenue (Note 8)	40,454,252	1,545,514	--
Due to other funds (Note 6)	93,495,674	71,449,247	--
Advances from other funds (Note 9)	8,190,985	2,200,000	--
Other (Note 10)	46,460,261	21,034,987	--
Matured interest payable	--	--	5,225,866
Matured bonds payable	--	--	1,363,000
Deferred compensation payable (Note 5)	--	--	--
General obligation bonds payable (Note 12)	--	--	--
Capital leases payable (Note 13)	--	--	--
Total Liabilities	803,625,316	194,772,860	6,588,866
FUND BALANCES (Note 1)			
Reserved for encumbrances	246,191,709	120,490,505	--
Reserved - Other (Note 18)	14,149,707	56,999,648	--
Unreserved			
Designated for continuing appropriations	275,994,177	273,863,817	--
Undesignated	485,323,178	(25,945,475)	--
Total Fund Balances	1,021,658,771	425,408,495	--
Total Liabilities and Fund Balances	$ 1,825,284,087	$ 620,181,355	$ 6,588,866

The accompanying notes are an integral part of the financial statements.

Capital Projects Funds	Trust and Agency Funds	General Long-Term Obligation Account Group	Total (Memorandum Only)
$ 4,927,133	$ 9,131,981	$ --	$ 26,386,618
--	--	--	22,100,000
--	--	--	6,588,866
--	9,569,886,873	--	10,105,108,908
24,076,897	356,794,060	--	612,394,669
--	78,836,242	--	667,565,944
--	11,648,068	--	66,929,890
--	156,651,889	16,446,734	204,612,842
187,275,399	487,454,995	--	1,637,721,345
--	8,190,985	--	10,390,985
--	--	--	3,575,497
--	--	2,236,260,000	2,236,260,000
--	--	494,424,450	494,424,450
$ 216,279,429	$ 10,678,595,093	$ 2,747,131,184	$ 16,094,060,014
$ 21,604,878	$ 177,395,962	$ --	$ 912,568,096
--	4,259,497	--	46,259,263
33,544,737	1,439,231,687	--	1,637,721,345
--	--	--	10,390,985
--	8,555,006,304	--	8,622,501,552
--	--	--	5,225,866
--	--	--	1,363,000
--	--	16,446,734	16,446,734
--	--	2,236,260,000	2,236,260,000
--	--	494,424,450	494,424,450
55,149,615	10,175,893,450	2,747,131,184	13,983,161,291
177,963,110	--	--	544,645,324
--	49,202,924	--	120,352,279
266,336,141	50,000,000	--	866,194,135
(283,169,437)	403,498,719	--	579,706,985
161,129,814	502,701,643	--	2,110,898,723
$ 216,279,429	$ 10,678,595,093	$ 2,747,131,184	$ 16,094,060,014

STATE OF NEW JERSEY
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	General Fund	Special Revenue Funds	Debt Service Fund
REVENUES			
Taxes	$ 4,867,182,248	$ 1,941,722,975	$ --
Federal and other grants	1,847,259,032	3,377,787	--
Licenses and fees	323,571,414	41,993,231	--
Services and assessments	576,281,910	21,797,601	--
Investment earnings	5,620,502	12,401,880	--
Other	59,196,492	858,686,880	--
Total Revenues	7,679,111,598	2,879,980,354	--
OTHER INCREASES			
Transfers from other funds (Note 15)	517,779,716	50,999,894	266,525,350
Proceeds from sale of bonds	--	40,000,000	--
Other	315,000	15,589,088	--
Total Other Increases	518,094,716	106,588,982	266,525,350
Total Revenues and Other Increases	8,197,206,314	2,986,569,336	266,525,350
EXPENDITURES			
Public safety and criminal justice	489,562,404	28,261,750	--
Physical and mental health	1,308,268,037	20,884,578	--
Educational, cultural and intellectual development	2,133,708,594	1,270,709,830	--
Community development and environmental management	240,712,632	71,776,121	--
Economic planning, development and security	1,175,045,184	57,809,581	--
Transportation services	424,448,186	--	--
Government direction, management and control	1,646,430,829	434,282,517	--
Special government services	61,735,607	497,867,389	--
Debt service			
Principal	--	--	115,595,000
Interest	--	--	150,930,350
Total Expenditures	7,479,911,473	2,381,591,766	266,525,350
OTHER DECREASES			
Transfers to other funds (Note 15)	267,514,735	462,177,975	--
Other	2,411,696	2,223,327	--
Total Other Decreases	269,926,431	464,401,302	--
Total Expenditures and Other Decreases	7,749,837,904	2,845,993,068	266,525,350
Net Increase (Decrease) in Fund Balances for the Year	447,368,410	140,576,268	--
FUND BALANCES - JULY 1, 1983	574,290,361	284,832,227	--
FUND BALANCES - JUNE 30, 1984	$ 1,021,658,771	$ 425,408,495	$ --

The accompanying notes are an integral part of the financial statements.

Capital Projects Funds	Trust Funds	Total (Memorandum Only)
$ --	$ 1,052,610,726	$ 7,861,515,949
114,443,552	170,982,935	2,136,063,306
--	4,146,062	369,710,707
--	41,390,578	639,470,089
--	224,229,808	242,253,190
376,523	113,426,243	1,031,686,138
114,820,075	1,606,786,352	12,280,698,379
18,304,732	28,888,975	882,498,667
85,000,000	--	125,000,000
--	1,165,804	17,069,892
103,304,732	30,054,779	1,024,568,559
218,124,807	1,636,841,131	13,305,266,938
38,859,194	4,890,521	561,573,869
--	--	1,329,152,615
3,773,064	36,326,643	3,444,518,131
30,048,898	30,484	342,568,135
--	1,042,436,307	2,275,291,072
177,607,181	--	602,055,367
--	887,134	2,081,600,480
--	--	559,602,996
--	--	115,595,000
--	--	150,930,350
250,288,337	1,084,571,089	11,462,888,015
18,132,147	134,673,810	882,498,667
--	13,790,454	18,425,477
18,132,147	148,464,264	900,924,144
268,420,484	1,233,035,353	12,363,812,159
(50,295,677)	403,805,778	941,454,779
211,425,491	98,895,865	1,169,443,944
$ 161,129,814	$ 502,701,643	$ 2,110,898,723

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(A) FUND ACCOUNTING

The Governmental Accounting Standards Board in its Statement 1 entitled Authoritative Status of NCGA Pronouncements and AICPA Industry Audit Guide continued in force the National Council on Governmental Accounting's (NCGA) Statement 1. NCGA Statement 1 defines a fund as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. These statements reflect financial reporting practices in accordance with that definition.

General Fund:

The General Fund is the fund into which all State revenues, not otherwise restricted by statute, are deposited and from which appropriations are made. The largest part of the total financial operations of the State is accounted for in the General Fund. Most revenues received from taxes and Federal sources and certain miscellaneous revenue items are recorded in the General Fund. The appropriations act enacted by the Legislature provides the basic framework for the operation of the General Fund.

Special Revenue Funds:

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or for major capital projects) that are legally restricted to expenditure for specified purposes. See the "Description of Funds" for description of the individual Special Revenue Funds included in these statements.

Debt Service Fund:

The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest. Amounts provided by the General Fund are deposited with banks that serve as paying agents.

The Accounts which comprise this Fund are established based upon the following bond acts:

Beaches and Harbors (1977)
Clean Waters (1976)
Correctional Facilities Construction (1982)
Emergency Flood Control (1978)
Energy Conservation (1980)
Farmland Preservation (1981)
Higher Education Construction (1971)
Highway Improvement (1930)
Institutional Construction (1978)
Institutions Construction (1976)
Medical Education Facilities (1977)
Natural Resources (1980)
New Jersey Institutions Construction (1964)
Public Building Construction (1968)
Public Purpose Buildings Construction (1980)
State Facilities for Handicapped (1973)
State Higher Education (1959)
State Higher Education Construction (1964)
State Housing Assistance (1968)
State Institution Construction (1960)
State Land Acquisition and Development (1978)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(A) FUND ACCOUNTING (Continued)

Debt Service Fund:

State Mortgage Assistance (1976)
State Recreation and Conservation Land Acquisition (1961)
State Recreation and Conservation Land Acquisition (1971)
State Recreation and Conservation Land Acquisition and Development (1974)
State Transportation (1968)
Transportation Rehabilitation and Improvement (1979)
Water Conservation (1969)
Water Development (1958)
Water Supply (1981)

Capital Projects Funds:

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities for State use. Funds granted to other units of government for facilities are not classified as Capital Projects Funds and are included as expenditures of Special Revenue Funds. The State Land Acquisition and Development Fund, State Recreation and Conservation Land Acquisition Fund (1971), and State Recreation and Conservation Land Acquisition and Development Fund (1974) which have been classified as Special Revenue Funds, and the Transportation Rehabilitation and Improvement Fund, which is classified as a Capital Projects Fund, include funds both for capital facilities for State use and for grants to other units of governments. See the "Description of Funds" for description of the individual Capital Projects Funds included in these statements.

Trust Funds:

Trust Funds are used to account for the transactions related to assets, liabilities and fund equity held in a trustee capacity by the State. See "Description of Funds" for description of the individual Trust Funds included in these statements.

Agency Funds:

Agency Funds function primarily as clearing mechanisms for cash or other resources which are received or collected by the State and usually held for a brief period and then disbursed for authorized purposes. They are custodial in nature and do not involve measurement of results of operations. See "Description of Funds" for description of the individual Agency Funds included in these statements.

General Long-Term Obligations Account Group:

The General Long-Term Obligations Account Group accounts for the unmatured general long-term liabilities of the State.

There are four types of public purpose capital financings through borrowing which are done by the State of New Jersey or which the State supports through annual appropriations: (1) full faith and credit or direct debt; (2) authority financing; (3) lease agreements; (4) state-aid for local educational financings.

These statements set forth the amounts which are supported by the State's full faith and credit (item 1 and 3 above) and do not include borrowing by authorities or local financing (item 2 and 4 above).

The General Long-Term Obligations Account Group includes the liabilities for future payments under capital lease agreements and the assets and liabilities due to participants in the New Jersey State Employees' Deferred Compensation Plan.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(B) BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made regardless of the measurement focus applied.

The General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds, Expendable Trust Funds, and Agency Funds are accounted for using the modified accrual basis of accounting. Under this basis, revenues are recognized in the accounting period in which they become susceptible to accrual - that is, when they become both measurable and available to finance expenditures of the fiscal period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Those revenues which are considered to be susceptible to accrual include amounts received by the Treasury during the month of July that were earned as of June 30 and in the hands of receiving agents. In addition, accruals include amounts earned as of June 30 for Investment earnings, Federal Revenues, and items billed as of June 30 but received subsequent to July 31.

Non-expendable Trust Funds are accounted for on an accrual basis of accounting.

Revenues that are determined not to be susceptible to accrual because they either are not available soon enough to pay liabilities of the current period or are not objectively measurable include various fees and self-assessed taxes.

Refunds of revenue applicable to June 30 but anticipated to be paid subsequently are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain.

Appropriations are authorized by an act of the Legislature for expenditure during the fiscal year and for a period of one month thereafter. Expenditures are recorded on an accrual basis when the related liability is incurred. Modifications to the accrual basis of accounting include:

(a) Disbursements for prepaid expenses, inventory items, and fixed assets are recorded as expenditures when incurred.

(b) Accumulated unpaid vacation and sick pay are not accrued. (See Note 11).

Expenditures for principal and interest on general obligation long-term debt are recognized as expenditures when due.

Encumbrances represented by purchase orders and contracts are recorded and reported as reservations of fund balance since they do not constitute expenditures or liabilities.

The General Long-Term Obligations Group is an account group, not a fund. An account group is concerned only with the measurement of financial position and does not involve measurement of results of operations.

(1) GENERAL OBLIGATION BONDS

At the time of sale of general obligation serial bonds by the State, as authorized by the approved bond act, the principal amount of each series sold is recorded in an account of the General Long-Term Obligations Account Group. The recording of the long-term liability is offset with an increase to the "amount to be provided" account.

Upon enactment of the State's annual appropriations for amounts of principal to be paid to bondholders during that fiscal year, such amounts of principal as appropriated reduce both the amount to be provided and the general obligation bond payable accounts.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(B) BASIS OF ACCOUNTING (Continued)

(2) DEFERRED COMPENSATION

Amounts contributed by participants in the New Jersey State Employees' Deferred Compensation Plan are invested through various investment options. The asset and its associated liability reflect participant contributions plus any investment earnings and appreciation in asset values, less distributions and administrative charges.

(3) LEASE COMMITMENTS

Obligations for future lease commitments due beyond one year from the balance sheet date are recorded at the present value of future minimum lease payments under capitalized realty and equipment lease agreements. The recording of the long-term liability is offset with an increase in the "amount to be provided" account.

(C) REVENUE AND EXPENDITURE BUDGETS

1. The General Fund and those Special Revenue Funds detailed in the following table operate under a budgetary control system comprised of:

   (a) The Annual Appropriations Act approved June 30, 1983 for fiscal year 1984 and various supplemental appropriations acts during the fiscal year.

   (b) Reappropriations (authorized by the Annual Appropriations Act) of prior year funds which are available for expenditure in the current year.

   (c) Appropriated Revenues (authorized by the Annual Appropriations Act) which established certain revenues as appropriations.

The above items provided the following amounts for the fiscal year 1984 budget:

	Revenue and Other Increases (Millions)				
	General Fund	Casino Control Fund	Casino Revenue Fund	Gubernatorial Elections Fund	Property Tax Relief Fund
Annual Appropriations Act	$4,945.8	$ 38.1	$135.0	$ 1.7	$1,655.0
Reappropriations	(5.6)	--.-	--.-	--.-	--.-
Appropriated Revenue	2,978.4	--.-	--.-	--.-	--.-
Totals	$7,918.6	$ 38.1	$135.0	$ 1.7	$1,655.0

	Expenditures and Other Decreases (Millions)				
	General Fund	Casino Control Fund	Casino Revenue Fund	Gubernatorial Elections Fund	Property Tax Relief Fund
Annual Appropriations Act	$5,016.0	$ 38.1	$161.0	$ --.-	$1,650.0
Reappropriations	349.9	--.-	--.-	--.-	-.-
Appropriated Revenue	2,978.4	--.-	--.-	--.-	-.-
Totals	$8,344.3	$ 38.1	$161.0	$ --.-	$1,650.0

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(C) REVENUE AND EXPENDITURE BUDGETS (Continued)

Budgetary control is maintained at the program unit level.

The accompanying Statement of Revenues, Expenditures and Changes in Fund Balances, Budget and Actual - Budgetary Basis presents comparisons of the legally adopted budget with actual data on a budgetary basis.

The State's budgetary basis of accounting differs from that utilized to present financial statements in conformance with generally accepted accounting principles (GAAP). The main differences between the budgetary basis and the GAAP basis are that under the budgetary basis encumbrances are recognized as expenditures, the Federal revenue related to such encumbrances is also recognized, and the budgetary basis reflects transactions only for the current fiscal year.

There were no expenditures in excess of appropriations for those funds operating under an annual budgetary control system.

2. Other Special Revenue Funds, Capital Projects Funds, and Trust Funds do not operate under an annual budgetary control system, but expenditures are authorized by the enabling legislation. Accordingly, the Statement of Revenues, Expenditures and Changes in Fund Balances, Budget and Actual - Budgetary Basis does not include these funds.

3. The State Lottery operates under an informal budgetary control system approved by the New Jersey State Lottery Commission which for fiscal year 1984 resulted in the Governor's revenue certification of $291 million representing transfers from the State Lottery Fund to the General Fund.

(D) FIXED ASSETS

The State owns extensive fixed assets consisting of: (1) land, (2) office buildings, hospitals, educational facilities, etc., and (3) equipment used in construction, data processing, hospitals, offices, etc. Fixed assets are recorded as expenditures at the time of acquisition and are not included as assets of any of the funds. The State does not currently maintain a centralized system accounting for fixed assets and therefore an estimate of the total value for fixed assets is not readily available.

(E) REPORTING ENTITY

The State has applied the criteria of Statement 3, Defining the Governmental Reporting Entity, issued by the National Council on Governmental Accounting, to various public benefit corporations and authorities to determine the propriety of including their financial activities in the financial statements.

Public benefit corporations and authorities are public, corporate entities created by the State under enabling legislation to carry on a specific function outside the regular structure of government and are not operating departments of the State. They are legal entities which may incur debt, own property, and have the power to finance their activities by means of user charges. The powers of a corporation or authority generally are vested in its governing board. The Governor, with the approval of the State Senate, appoints the members of the Board of most major corporations and either the Governor or the board selects the Chairman and chief operating officer. Corporations and authorities are not subject to the State constitutional restrictions on the incurrence of debt, which apply to the State itself, and may issue bonds and notes within legislatively authorized amounts.

Corporations generally submit annual reports to the Governor, the Legislature and the Comptroller on their operations and finances accompanied by an independent auditor's report thereon. Corporations also submit to the Governor and the Legislature annual budget information on operations and capital construction.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(E) REPORTING ENTITY (Continued)

Based on the application of the criteria set forth in Statement 3, the following public benefit corporations and authorities fall within the definition and requirements of Statement 3 and Statement 1:

Hackensack Meadowlands Development Commission
New Jersey Building Authority
New Jersey Economic Development Authority
New Jersey Educational Facilities Authority
New Jersey Expressway Authority
New Jersey Health Care Facilities Financing Authority
New Jersey Highway Authority
New Jersey Mortgage and Housing Finance Agency
New Jersey Pinelands Commission
New Jersey Sports and Exposition Authority
New Jersey Transit Corporation
New Jersey Turnpike Authority
New Jersey Water Supply Authority
Rutgers, The State University of New Jersey
South Jersey Port Corporation
University of Medicine and Dentistry of New Jersey

The financial activities of these public benefit corporations and authorities have not been included in the financial statements. The reasons for exclusion of their activities from the financial statements include differences in fiscal years, lack of current audited or interim financial statements, differences related to basis of accounting and inherent difficulties involved in combining information contained in financial reports of entities conducting dissimilar operations.

Joint Ventures

Joint ventures are independently constituted entities generally created by two or more governments for a specific purpose, such as contracting for and maintaining an interstate bridge or tunnel, and/or an international airport. Pursuant to current professional standards, the State does not record its equity in joint ventures. The most significant joint ventures in which the State of New Jersey participates are:

Delaware River Basin Commission
Delaware River and Bay Authority
Delaware River Joint Toll Bridge Commission
Delaware River Port Authority
Port Authority of New York and New Jersey

Other

Presently there are three funds (Superior Court Trust Fund of New Jersey, Client Security Fund, Office of Attorney Ethics) which are administered by state officials within the Judicial branch of State Government. Two of these funds operate under Boards of Trustees appointed by the New Jersey Supreme Court.

These funds appear to meet the criteria of the National Council on Governmental Accounting Statement 1 for inclusion in the State's annual financial statements as Special Revenue Funds, and are included in the financial statements. The financial statements of the Client Security Fund and the Office of the Attorney Ethics are as of December 31, 1983.

The Administrative Office of the Courts has questioned this position and expressed an opinion that these funds are outside the jurisdiction and control of the State and therefore should not be included. The Administrative Office of the Courts has requested that the Chief Justice of the New Jersey Supreme Court review and make a determination regarding this matter.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(F) FUND BALANCES

The Fund balance of the various funds consists of:

(a) Reserved for encumbrances - used to segregate a portion of fund balance to provide for expenditure upon vendor performance of purchase agreements.

(b) Reserved - Other - used to earmark a portion of the fund balance to indicate it is either a resource currently unavailable for appropriation or expenditure, or a statutory restriction on current fund balance.

(c) Unreserved-Designated for continuing appropriations - used to represent that portion of the fund balance available to finance expenditures of the subsequent period.

(d) Unreserved-Undesignated - used to represent that portion of the fund balance resources available for appropriation.

(G) OTHER

(1) CONSTITUTIONAL PROVISIONS

The State Constitution provides that the Legislature may not create a debt (where total outstanding debt would exceed one percent of total appropriations for the year) unless such law shall have been submitted to the people at a general election and approved by a majority of the legally qualified voters.

(2) FINANCIAL REPORTING

(a) Total Columns on Combined Statement - Overview

Total columns on the Combined Statement - Overview are captioned Memorandum Only to indicate that they are presented only to facilitate analysis. Data in these columns do not present financial position, result of operations, or changes in financial position in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

(b) Agency Funds - Change in Assets and Liabilities

Agency Funds are custodial in nature and do not involve measurement of operations; accordingly, there is no Statement of Revenues, Expenditures and Changes in Fund Balances. A Combined Statement of Changes in Assets and Liabilities is presented for these funds in accordance with GAAP financial reporting requirements.

(3) OPERATING TRANSFERS

During the course of normal operations the State has numerous routine transactions between funds, including expenditures and transfers of resources to provide administrative services, program services, and service debt. The accompanying financial statements generally reflect such transactions as operating transfers. Operating transfers represent legally authorized transfers from a fund receiving revenue to the fund through which the resources are to be expended and do not represent reimbursements of expenses.

(4) OTHER

Other significant accounting policies are described in Notes 2 to 18.

NOTE 2 - CHANGES IN ACCOUNTING POLICY

Employer Social Security Taxes

In prior fiscal years the State recorded the employer's contributions for Social Security Taxes on a cash basis. For fiscal year ending June 30, 1984 the employers' share of Social Security Taxes are recorded on an accrual basis. The accrual at June 30, 1984 was approximately $11.8 million which reduced the undesignated fund balance in the General Fund.

Restatements

Restatements of beginning fund balances of certain funds have been made because of change in accounting methods for recording revenues and expenditures (cash basis to modified accrual basis) or to correct errors in previously issued financial statements as follows:

FUND	Fund Balance (Deficit) As Previously Reported	Restated
Mortgage Assistance Fund	$ 6,670,658	$ 12,220,660
Motor Vehicle Liability Security Fund	$ 9,481,440	$ 9,613,319
Mutual Workers' Compensation Security Fund	$ 8,907,334	$ 6,211,919
New Jersey Insurance Development Fund	$ 6,206,662	$ 252,756
State Disability Benefit Fund	$ 146,336,126	$ 164,900,673
Unemployment Compensation Fund	$(322,219,330)	$(292,936,294)
Unsatisfied Claim and Judgment Fund	$ 70,027,129	$ 60,959,442

Beginning balances of certain Agency Funds previously classified as Trust Funds have been restated to give effect to a change in accounting method for the recording of the purchase and sale of investments as well as the recording of dividends and interest receivable (cash basis to modified accrual basis).

Common Pension Fund A

	Investments	Receivables - Other	Accounts Payable	Liabilities - Other
Balance, June 30, 1983 as previously reported	$ 2,252,127,137	$ --	$ 3,545,283	$ 2,270,712,723
Adjustments				
Prior purchase and sale of investments	13,701,236	10,372,228	21,947,050	13,352,361
Prior interest and dividends	--	11,172,327	--	--
Other	--	53,620	--	--
Balance, June 30, 1983 as restated	$ 2,265,828,373	$ 21,598,175	$ 25,492,333	$ 2,284,065,084

NOTE 2 - CHANGES IN ACCOUNTING POLICY (Continued)

Common Pension Fund B

	Receivables - Other	Liabilities - Other
Balance, June 30, 1983 as previously reported	$ --	$ 3,256,403,308
Adjustments		
Prior interest	92,894,416	92,894,416
Balance, June 30, 1983 as restated	$ 92,894,416	$ 3,349,297,724

Reclassifications

Funds

Revisions were made in the Trust and Agency Funds group to report fund types based on Statement 1 of the National Council on Governmental Accounting. The following funds, previously included as Trust Funds, have been reclassified as Agency Funds as they are custodial in nature and do not involve measurement of results of operations.

Common Pension Fund A
Common Pension Fund B
Disability Benefit Liability Fund
General Trust Fund
Outstanding Checks Account
Rutgers Medical School - Restricted Fund
School Building Aid - Capital Reserve Fund
State Lottery Agency Fund
Unemployment Benefit Liability Fund
University of Medicine and Dentistry of New Jersey Construction Grant Fund
University of Medicine and Dentistry of New Jersey Endowment Fund
University of Medicine and Dentistry of New Jersey Endowment Fund "B"
University of Medicine and Dentistry of New Jersey Grant Fund
University of Medicine and Dentistry of New Jersey Grant Fund "B"

In addition, the Farmland Preservation Fund and the Luxury Tax Fund, which were previously reported as Trust Funds, have been reclassified as Special Revenue Funds.

Accounts

In prior fiscal years, receivables were classified as Taxes, Federal government, Departmental, Loans and Other. For the fiscal year ending June 30, 1984 Tax receivables and Patient receivables which were previously included in the Other receivable category are now included in the category of Departmental accounts receivable on the balance sheet.

In addition, amounts due from the Federal Government in the Unemployment Compensation Fund which were previously recorded in Other receivables are now classified as Federal receivables.

Also, amounts representing Deferred Compensation Plan assets in the General Long-Term Obligations Account Group were previously classified as Investments and, inasmuch as these funds are turned over to an agent, the amounts are now classified as Other Receivables.

NOTE 3 - CASH

(a) Negative book balances of $167.5 million representing a managed overdraft have been reclassified and are included in the accounts payable balance as follows:

Funds	Amount (Millions)
General Fund	$ 154.3
Special Revenue Funds	1.0
Capital Projects Funds	.3
Trust and Agency Funds	$ 11.9
Total	$ 167.5

(b) Cash transactions of the Casino Control, Casino Revenue, Gubernatorial Elections and Property Tax Relief Funds are made through and by the General Fund cash accounts. The balances of cash for these funds held in the General Fund, after receipt and disbursement transactions, are accounted for and reflected in the respective Due From or Due To accounts on the Balance Sheets. All other funds maintain individual bank accounts.

(c) Compensating balance agreements are maintained with three banks handling the majority of cash transactions for the General Fund and for numerous other State funds. The agreements provide for an analysis of each of the accounts whereby the cost of maintaining the accounts is offset by earnings of funds on deposit. Withdrawal of cash is not legally restricted and in many instances the account balances maintained constitute normal working balances. During fiscal year 1984, the cost of transactions handled by the banks approximates $2.8 million for all funds.

NOTE 4 - INVESTMENTS

All securities purchased are recorded at cost and amortized for premium or discount. Securities received as donations and from settlement of claims are recorded at market value when received, and any difference between that and the par value is amortized. At June 30, 1984 the book value approximates market value.

In addition to the amounts invested directly, most of the funds included herein participate in the State of New Jersey Cash Management Fund wherein amounts also contributed by other units of government, are combined into a large scale investment program. The State's participation in the Cash Management Fund is reflected as part of Due from other funds in the Balance Sheet and consists of the following:

Funds	Amount Invested (Millions)
General Fund	$ 507.0
Special Revenue Funds[1]	234.6
Capital Projects Funds	187.3
Trust and Agency Funds	477.4
Total	$1,406.3

1 The Casino Control, Casino Revenue, Gubernatorial Elections, and Property Tax Relief Funds do not maintain separate investment accounts. Since cash transactions are handled by and through the General Fund as described in Note 3, any available cash balances for these funds reside in the General Fund and are combined with other balances for either participation in the State of New Jersey Cash Management Fund or direct investment as part of the General Fund large scale investment program. Except for the Casino Revenue Fund, investment earnings for these funds accrue to the General Fund.

NOTE 4 - INVESTMENTS (Continued)

The value of the Cash Management Fund at the balance sheet date approximates market value.

Approximately $100.5 million of investments represents deposit fund contracts for future installment payments of lottery prizes due beyond one year from the balance sheet date. Lottery prizes are funded by the purchase of deposit fund contracts which, when matured, will provide amounts sufficient for future payment of installment prizes. Purchases of deposit fund contracts are recorded as an expenditure in the State Lottery Fund in the year of purchase. An agency fund has been established to record the deposit fund contracts and related liabilities at present value. In the event of default in making future payments by the insurance company from which the contracts were purchased, the State Lottery Commission would be liable for such future payments. Face value of deposit fund contracts approximates $220.0 million.

NOTE 5 - RECEIVABLES

DEPARTMENTAL

Departmental accounts receivable include amounts which were substantially collected within the one month period subsequent to June 30 and include most major tax revenues. Amounts included in these receivables but not collected within the one month period subsequent to June 30 are deemed to be collectible, and therefore no allowance for doubtful accounts is necessary.

In addition, the Departmental accounts receivables are reflected net of allowances of $75.8 million for the following items:

	Amount (Millions)
General Fund:	
Class II Railroad Taxes and Interest Receivable	$11.8
Railroad Franchise Taxes Receivable	2.3
Patient Accounts Receivable	.5
Special Revenue Funds:	
Casino Control Fund - Fees	.8
Trust Funds:	
Unemployment Compensation Contributions Receivable	49.3
State Disability Benefits Contributions Receivable	11.1
Total	$75.8

FEDERAL

Federal government receivables are composed of amounts established as appropriations based upon grant awards, the expenditure of which is the basis for reimbursement. Since all amounts due from the Federal government are considered to be collectible, no allowance has been established for doubtful collections. Also see Note 19 - Federal Programs.

These Federal receivables are reported in conformance with generally accepted accounting principles as defined in Statement 2 - Grant Entitlement and Shared Revenue Accounting and Reporting by State and Local Governments published by the National Council of Governmental Accounting. Inasmuch as encumbrances do not constitute expenditures, and since recognition of grants and entitlements as revenue is primarily based on expenditures, there is an additional $602.4 million of Federal government awards consisting of encumbrances and appropriation balances which are considered unearned and unrecorded as of June 30, 1984. In addition, at June 30, 1984 there was $124.3 million of unrecorded transportation apportionments deferred to future years.

NOTE 5 - RECEIVABLES (Continued)

LOANS

Loans receivable ($66.9 million) are reflected net of allowances of $8.4 million. Major loans receivable consists of the following items in the funds noted:

General Fund

Loan to the Deferred Compensation plan for initial start up and administrative expenses ($.9 million).

Special Revenue Funds

Clean Waters Fund - $13.1 million represents loans plus accumulated interest due from local municipalities for charges incurred in providing emergency water supply projects.

Luxury Tax Fund - $10.8 million due from the Atlantic County Improvement Authority for various housing projects certified by the local finance board.

Natural Resources Fund - $3.0 million represents loans plus accumulated interest due from purveyors for charges incurred in providing emergency water supply projects.

Water Conservation Fund - $6.0 million represents loans plus accumulated interest due from qualifying municipalities for the purpose of improving their sewage treatment lines.

Housing Assistance Fund - $10.0 million reflected net of an allowance of $2.0 million represents amounts due from the New Jersey Mortgage and Housing Finance Agency for loans made by the Agency to qualified mortgagors and mortgagees for housing development.

Mortgage Assistance Fund - $11.5 million reflected net of an allowance of $4.3 million represents amounts due from the New Jersey Mortgage and Housing Finance Agency for mortgage assistance and second mortgage loans made by the Agency to qualified individuals.

Trust Funds

Unclaimed Personal Property Trust Fund - $1.3 million is amounts due from the New Jersey Economic Development Authority.

Higher Education Assistance Fund - $10.4 million reflected net of $2.1 million allowance represents loans made to students.

OTHER RECEIVABLES

Other receivables, $204.6 million, are reflected net of allowances of $175.9 million. Major Other receivables include the following amounts in the funds noted:

General Fund

$9.2 million represents amounts due from various pension funds for administrative and other costs incurred by the General Fund.

Also included in the General Fund are $1.7 million representing amounts due from contractors and municipalities for services rendered by the Department of Transportation on their behalf in conjunction with various highway projects, and $52.1 million representing amounts due from indigent clients for services rendered by the Department of the Public Advocate. Both of these receivables are fully reserved because of the doubtful nature of their collectibility.

NOTE 5 - RECEIVABLES (Continued)

OTHER RECEIVABLES (Continued)

Special Revenue Funds

State Lottery Fund - $16.9 million net of $.2 million for doubtful collections represents amounts due from various collection agents for lottery ticket sales.

New Jersey Spill Compensation Fund - $.5 million reflected net of an allowance of $36.5 million representing amounts due for delinquent claims and penalties against responsible violators.

Unemployment Compensation Auxiliary Fund - $3.6 million net of $16.8 million in allowances represents amounts due from employers for interest and penalties.

Mortgage Assistance Fund and Housing Assistance Fund - $.2 million and $.5 million respectively net of allowances totaling $5.4 million represent amount due from the New Jersey Mortgage and Housing Finance Agency.

Trust Funds

Unsatisfied Claim and Judgment Fund - $1.1 million net of allowances of $10.1 million represents amounts due for assessments made to insurance carriers for claims paid by the State.

Fund for Support of Free Public Schools - $.7 million is accrued interest earned on investments.

Cash Management Fund - $15.7 million represents accrued interest on investments.

Motor Vehicle Liability Security Fund - $.2 million reflected net of $2.5 million of allowances represents amounts due from responsible insurance carriers for claims paid.

State Disability Benefits Fund - $2.3 million is reflected net of $14.4 million for amounts due from individuals for disability benefits overpaid.

Mutual Workers' Compensation Security Fund - $1.1 million is reflected net of $2.0 million in allowances which represents amounts for claims.

New Jersey Insurance Development Fund - $7.2 million represents amounts due from insurance companies for assessments made.

Unemployment Compensation Fund - $11.6 million is reflected net of $36.5 million in allowances and represents amounts due for overpayment of unemployment insurance claims ($9.1 million) and amounts ($2.5 million) due from other States for combined wage claims.

Veterans' Guaranteed Loan Fund - An allowance of $1.5 million has been provided for the entire amount of note receivables which are in default.

Agency Funds

Common Pension Fund A and Common Pension Fund B - $14.6 million and $100.9 million respectively represents accrued interest receivable on investments.

General Long-Term Obligations Account Group

$16.4 million represents amounts in the hands of an administrative agent for the New Jersey State Employees' Deferred Compensation Plan. Amounts contributed by employees are transmitted to the administrative agent for investment purposes.

The remaining balance of other receivables consists of various items due or owing to the State for claims, overpayments, or accrued interest each of which is $500,000 or less.

NOTE 6 - INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and payables are referred to respectively as Due from other funds and Due to other funds on the Balance Sheet. A summary of interfund receivables and payables at June 30, 1984 is presented below:

	Due To				
Due From	General Fund	Special Revenue Funds	Capital Projects Funds	Trust and Agency Funds	Total
General Fund	$ --	$ 89.9	$ --	$ 3.6	$ 93.5
Special Revenue Funds	70.5	--	--	1.0	71.5
Capital Projects Funds	33.5	--	--	--	33.5
Trust and Agency Funds	534.3	234.7	187.3	482.9	1,439.2
Total	$ 638.3	$ 324.6	$ 187.3	$ 487.5	$1,637.7

NOTE 7 - ACCOUNTS PAYABLE

Accounts payable balances of $912.6 million as of June 30, 1984 include negative cash book balances (See Note 3) of $167.5 million. Other items included in the Accounts Payable balance consist of $19.4 million representing Title XIX retroactive claims received from the Federal government by the General Fund but not yet settled; amounts due to lottery prize winners (Special revenue fund $22.7 million, Lottery Agency Fund $100.5 million) (See Note 4); $5.7 million in the Outstanding Checks Fund represents amounts due to individuals or vendors for uncashed checks; $1.5 million representing school district funds on deposit with the State in the School Building Aid account for future school building aid programs; $11.8 million representing the employer's share of Social Security Taxes accrued as of June 30, 1984 (See Note 2); in the Unemployment Compensation Fund $12.7 million representing benefits payable, $2.0 million representing contributions overpaid, and $1.8 million due to other States for claims paid to individuals who had prior employment experience in New Jersey; $2.9 million in the New Jersey Insurance Development Fund representing estimated claims payable as of June 30, 1984; $3.4 million in Common Pension Fund representing amounts due for the purchase of investments, and $12.5 million in the State Disability Benefit Fund representing disability benefits due to eligible recipients . The remaining amount of the Accounts Payable ($548.2 million) principally represents amounts due for goods or services received by the State prior to June 30, 1984 and aid payments to eligible recipients.

NOTE 8 - DEFERRED REVENUE

Deferred revenue represents amounts received but not earned as of June 30. These amounts will be earned in subsequent fiscal years.

Deferred revenue at June 30, 1984 in the General Fund ($40.5 million) consists principally of motor vehicle licenses and registrations, professional board licenses and fees, and college tuitions and fees. The amount at June 30, 1984 also includes approximately $4.0 million received from the U.S. Department of Energy representing Section 155 Oil Overcharge Escrow funds distributed to the various states for use in future energy conservation programs; $3.9 million representing business Dissolution Tax pending tax clearance certificates and $3.4 million of receipts for Truck Axle Taxes collected but subject to possible refund. $1.5 million in the Casino Revenue Fund represents amounts received in advance for various license and permit fees. In addition, $4.3 million of deferred revenue in the New Jersey Insurance Development Fund represents assessments made to insurance companies for the period ending June 30, 1984. Such amounts have been deemed measurable but not available since they were not received until September, 1984.

NOTE 9 - ADVANCES FROM OTHER FUNDS

Advances from other funds consists of $8.2 million advanced from the Unsatisfied Claim and Judgment Fund to the General Fund in accordance with Chapter 125, P.L. 1983.

In addition, $1.7 million represents an advance from the General Fund to the Worker and Community Right To Know Fund to implement the provisions of the act creating this fund. This advance is to be repaid in installments with interest beginning in fiscal year 1985. Also included in the June 30, 1984 balance is $.5 million advanced to the Safe Drinking Water Fund from the General Fund.

NOTE 10 - OTHER LIABILITIES

Other liabilities approximating $8,624 million at June 30, 1984 include the following items in the funds noted below:

General Fund

$47.3 million consists principally of revenue refunds payable.

Special Revenue Funds

Approximately $20.5 million in the following Special Revenue Funds represent revenue refunds payable.

Transportation Fund	$16.6 million
Property Tax Relief Fund	$ 3.9 million

In addition, $.5 million of other liabilities in the Beaches and Harbors Fund represents amounts due to local municipalities for emergency repairs.

Trust Funds

Fund for the Support of Free Public Schools - $.2 million represents deposits for proposed lease grants made by applicants as consideration on pending grants for the use of riparian lands.

State Disability Benefit Fund - $.6 million includes overpaid contributions due to employers and employees ($.2 million) and withholding taxes due to the Federal Government ($.4 million).

State of New Jersey Cash Management Fund - $1,275.7 million includes $884.7 million due to the Division of Pensions and $391 million due to counties, school districts, local municipalities, Deferred Compensation Plan, etc. for deposits and accumulated earnings on investments.

Unemployment Compensation Fund - $9.2 million represents the excess of Federal drawdowns over benefit payments made.

In addition, $326.0 million in the Unemployment Compensation Fund represents an amount due to the Federal Government for loan advances to the Unemployment Compensation Fund. Under Section 1201 of the Social Security Act, a state can borrow money from the Federal Unemployment Trust Fund when its own funds are insufficient to meet current benefits. During Calendar Years 1975 to 1978, New Jersey was advanced a total of $734.9 million. These advances are repayable without interest by direct payment through Fund assets or through reduced credits to employers on the Federal Unemployment Tax returns.

Pursuant to the Omnibus Budget Reconciliation Act of 1981, loan advances after April 1, 1982 are subject to interest unless repaid in full prior to September 30, of the calendar year in which the advances were made. Interest may not be paid with Unemployment Compensation Fund assets. During March and April 1983, New Jersey was advanced a total of $78.5 million. These advances were repaid in May, 1983 and therefore were not subject to interest. Direct repayments of $83 million have been made from Fund assets. Beginning with tax year 1980, New Jersey employers became subject to the provisions of Section 3302 (c) (2) of the Internal Revenue Code relating to the repayment of the advances through reduced credits on their Federal Unemployment Tax (FUTA) returns. The Fund received $104.4 million in Fiscal Year 1984, reducing the loan balance to $326.0 million at June 30, 1984. Employers will continue to be subjected to reduced credits on their FUTA returns until the loan is repaid. Recent legislation enacted in New Jersey provides for a 10% surtax on employer contributions for a two year period starting July 1, 1984. In addition to the money collected from this surtax, $50 million will be transferred from the State Disability Benefit Trust Fund to repay the Title XII Loan to the Federal Government.

NOTE 10 - OTHER LIABILITIES (Continued)

Agency Funds

$6,935 million represents amounts due to the various pension funds from Common Pension Fund A ($2,978 million) and Common Pension Fund B ($3,957 million) for deposits and accumulated earnings on investments. Funds are returned to the Division of Pensions and credited to the respective pension funds as required.

NOTE 11 - ACCUMULATED UNPAID SICK AND VACATION BENEFITS

Cash payments for accumulated sick leave balances are made to retiring employees upon regular retirement. The payment is based on 50% of the employee's sick leave accumulation, at the pay rate in effect at the time of retirement up to a maximum of $12,000. Employees separating from State service prior to retirement are not entitled to payments for accumulated sick leave balances. At June 30, 1984 accumulated employee sick leave balances had an estimated value of $249.0 million. Cash payments for sick leave at retirement are made from annual legislative appropriations for salaries and wages on a "pay-as-you-go-basis". Payments for accumulated sick leave during fiscal year 1984 amounted to $4.3 million. Sick leave accumulations may also be used by an employee for a personal illness or injury as a means of continuing regular pay during illness or injury. Because future cash payments for unused sick leave can not be reasonably determined, no amount has been included in the Long-Term Obligations Account Group.

At June 30, 1984, unpaid vacation was not in excess of a normal year's accumulation.

NOTE 12 - GENERAL LONG-TERM DEBT

The general long-term debt outstanding as of June 30, 1984 is $2,236,260,000, which is secured by the full faith and credit of the State (the General Fund). Amount to be provided for retirement of general obligation bonds on the balance sheet represents appropriations to be provided in the future from the General Fund for principal payments.

The amount provided by the General Fund to the Debt Service Fund for interest and principal payments for the fiscal year ended June 30, 1984 was $266,525,350. This is reflected in the Statement of Revenues, Expenditures and Changes in Fund Balances as the Transfer to other funds in the General Fund and a Transfer from other funds in the Debt Service Fund.

A summary of debt service requirements on bonds outstanding as of June 30, 1984 to maturity is as follows:

Fiscal Year	Interest	Principal
1985	$ 152,864,945	$ 138,000,000
1986	143,776,180	139,505,000
1987	134,853,030	138,260,000
1988	125,774,865	139,165,000
1989	116,665,380	137,620,000
1990-1994	448,757,937	638,010,000
1995-1999	239,247,551	542,425,000
2000-2004	69,105,774	340,775,000
2005-2008	3,289,061	22,500,000
	$1,434,334,723	$2,236,260,000

In addition, the State (the General Fund) has guaranteed the principal and interest payments on bonds issued by the New Jersey Highway Authority and the New Jersey Sports and Exposition Authority. The amounts outstanding on these bonds as of June 30, 1984, are $16,874,000 and $277,000,000 respectively. The State's liability is contingent upon each Authority's inability to meet such debt service requirements through derived revenues. The State believes that the revenue of these authorities will be sufficient to provide for the payment of debt service on these obligations without recourse to the State's guarantee.

NOTE 12 - GENERAL LONG-TERM DEBT (Continued)

The State may be required to provide appropriations to meet any annual deficiencies in debt service for the South Jersey Port Corporation and the New Jersey Housing and Mortgage Finance Agency. However, the Legislature is not legally bound to make such appropriations for these "moral obligation" bonds.

The New Jersey Housing and Mortgage Finance Agency has not had a deficiency in a debt service reserve which required the State to appropriate funds.

The State provides the South Jersey Port Corporation with funds to cover all debt service and property tax requirements, when the Corporation's earned revenues are anticipated to be insufficient to cover these obligations. In December 1983, the Corporation certified a deficiency of $1,926,557 for 1984, $872,741 for the debt service reserve fund, and $1,053,816 for taxes which was covered by State appropriations equal to this amount. In fiscal year 1985, anticipated revenues of the Corporation will not be sufficient to cover all property tax and debt service requirements, and an appropriation from the State in the amount of $1,487,000 has been provided in fiscal year 1985.

In addition, legislation provides for future appropriations for state aid to local school districts equal to debt service on a maximum principal amount of $280,000,000 of bonds issued by such local school districts for construction and renovation of school facilities. New Jersey statutes also provide for state aid to counties equal to debt service on up to $40,000,000 of bonds issued by counties for construction of county college facilities. The Legislature is not legally bound to make such future appropriations, but has done so to date on all outstanding obligations issued under these laws.

NOTE 13 - LEASE COMMITMENTS

(A) REALTY LEASES

The State has entered into various realty lease agreements which have been identified as capital leases. The following is a schedule of the future minimum lease payments under the capitalized leases together with the present value of the net minimum lease payments as of June 30, 1984.

Fiscal Year	Amount (Millions)
1985	$ 40.4
1986	47.2
1987	46.6
1988	45.9
1989	44.5
Thereafter	429.3
Total minimum lease payments	653.9
LESS: Amount representing interest	177.0
Present value of minimum lease payments	$ 476.9

Included in the above lease commitments are the following agreements considered to be significant:

(1) A lease agreement with the Mercer County Improvement Authority whereby the Authority has issued its obligations to finance the cost of construction of the State Justice Complex. Under the lease agreement, the State has agreed to pay the Authority an annual rental equal to the debt service on the outstanding bonds, plus payments due in lieu of real estate taxes.

The lease term coincides with the amortization of bonds whereby the last payment is made January 2018. Upon expiration of the lease, the Authority agrees to convey title to the Justice Complex to the State for a nominal sum. The present value of lease obligations for this building, which is subject to yearly appropriations by the State Legislature, amounted to approximately $104.8 million as of June 30, 1984.

NOTE 13 - LEASE COMMITMENTS (Continued)

(A) REALTY LEASES (Continued)

(2) A lease agreement with the New Jersey Building Authority for the construction and rental of four office facilities and a pest control laboratory. Pursuant to a lease and agreement between the State and the Authority, the State will make lease rental payments at times and in amounts sufficient to pay debt service on Authority bonds, and certain administrative expenses of the Authority. The State's obligation to make lease rental payments and any other obligation of the State under the lease are subject to and dependent upon appropriations being made by the State Legislature for such purposes.

At any time prior to the expiration of the lease term, the State shall have the option to purchase the project for a nominal sum plus an amount sufficient to provide for full payment of the bonds in conformity with the bond resolution. If such option has not been exercised prior to the end of the lease term, the title to the project will be transferred by the Authority to the State.

At June 30, 1984, three of these five buildings were under construction with completion scheduled during fiscal year 1985. The remaining two buildings are under design with completion scheduled during fiscal year 1987. Present value of the lease obligations for these buildings amounted to approximately $157.1 million as of June 30, 1984.

(3) Various lease agreements with the New Jersey Educational Facilities Authority whereby the Authority has issued its obligations to support the construction of educational facilities for public institutions of higher education in the State of New Jersey. It is the intention of the Authority to transfer title in the assets to the State at the expiration of the leases. Present value of the lease obligations for these facilities amounted to approximately $179.8 million as of June 30, 1984.

(4) The State has entered into a lease agreement with Mercer County Improvement Authority whereby the Authority would issue its obligations to finance the cost of purchasing and leasing certain property to the State for use as a tax processing building.

Under the lease agreement, the State has agreed to pay the Authority an annual rental equal to the debt service on the outstanding bonds, plus payments due in lieu of real estate taxes. The lease term coincides with the amortization of the bonds, whereby the last payment is made in 1993. Total lease obligation for this building, which is subject to yearly appropriations by the State Legislature, amounted to approximately $2.2 million as of June 30, 1984. A substantial amount of the annual $266,000 lease payment is charged to the Property Tax Relief Fund.

(B) OTHER LEASES

In addition to realty leases, the State is actively involved in lease agreements for various types of equipment, e.g., data processing, photocopying, typewriters, vehicles, etc.

Future obligations for identified equipment capital leases are presented below:

Fiscal Year	Amount (Millions)
1985	$ 7.80
1986	6.47
1987	4.09
1988	1.89
1989	--
Thereafter	--
Total minimum lease payments	20.25
LESS: Amounts representing interest	2.85
Present value of minimum lease payments	$17.40

NOTE 14 - PENSIONS

The State of New Jersey sponsors and administers six pension plans covering substantially all State and other governmental employees which are actuarially reserved as follows:

Teachers' Pension Annuity Fund (TPAF)
Public Employees' Retirement System (PERS)
Judicial Retirement System (JRS)
State Police Retirement System (SPRS)
Police & Firemen Retirement System (P&FRS)
Consolidated Police & Firemen Pension Fund (CP&FPF)

In addition to the above reserved programs, there is the Prison Officer's Pension Fund which is a closed system and is funded on a pay-as-you-go basis. During the year ended June 30, 1984 the State appropriated $2.2 million to the plan.

Also, eligible employees of the various state and county universities and colleges may be members of the TIAA-CREF, a privately administered retirement plan. The State assumes no liability for this group of employees other than payment of employers' costs in accordance with the enabling legislation. During the year ended June 30, 1984 the State appropriated $26.6 million to the TIAA-CREF Plan.

All of the actuarially reserved systems are multiple employer, defined benefit plans, and are contributory. Benefits are determined by a formula using either the high three-year average salary or salary at the time of retirement and the years of service of each employee. Employer contributions to each system are determined on an actuarial reserve basis providing funding for both normal and accrued liability costs. 1984 pension costs reflect the 1982 actuarial liability.

An experience study of the systems is conducted every three years, with the exception of the Consolidated Police and Firemen Pension Fund where the experience study is conducted every five years. During the fiscal year ended June 30, 1984 the State contributed $381.1 million to these systems.

An actuarial valuation is made each year, with the most recent having been completed as noted in the Actuarial Extracts presented below.

As of the above valuations, the total net assets of all funds exceeded the present value of vested benefits, of all funds, by $3.5 billion. In addition, the unfunded liability of $8.1 million for the six systems is based on benefits for past and future service and it represents the difference between the Projected Accrued Liabilities and Assets. The State's share was $111.4 million and the political subdivision's $103.2 million.

None of the above calculations included any amount attributable to the cost of living provisions which are funded on a pay-as-you-go basis. During fiscal year 1983 the State contributed $96.7 million to the Pension Adjustment Fund for this purpose. Other significant disclosures concerning the individual systems are as follows:

NOTE 14 - PENSIONS (Continued)

	TPAF	PERS	JRS	SPRS	P & FRS	CP & FPF
1. Classes of Employees	Teaching Employees	General Employees	Supreme Court Justices, Superior, County, District, & Domestic Court Justices	State Police Troopers & Officers	Police & Firemen	Police & Firemen
2. Eligibility Requirements	All Employees under 70 Years State & Political Sub-Divisions	All Employees of State & Political Sub-Divisions	All	All Officers & Troopers	All State & Political Sub-Divisions Employees Appointed After June 1944	All State & Political Sub-Divisions Employees Appointed Prior to July 1944
3. Nature of Fiduciary Responsibilities	Administers Fund	Administers Fund	Administers Fund	Administers Fund	Administers Fund	Administers Fund
4. Single/Multiple Employer Plan	Multiple	Multiple	Multiple	Multiple	Multiple	Multiple
5. Contributions-(Including Insurance Premiums) Actual Current Year in millions	$249.3	$99.6	$6.5	$14.5	$5.9	$5.3
Statutory Required Current Year	Same	Same	Same	Same	Same	Same
Actuarially Required Current Year	Same	Same	Same	Same	Same	Same
6. State Share Unfunded (Overfunded) Liabilities* (in millions) Vested and Unvested	$(35.1)	$42.0	$22.9	$49.7	$(.5)	$32.4
7. Will Current Contributions (As % of Active Employees) Remain Approximately Level	Yes	Yes	Yes	Yes	Yes	No-Will Decrease

*The actuarially computed value of unfunded liabilities cannot be allocated to vested or unvested liability.

NOTE 14 - PENSIONS (Continued)

8. Actuarial Extracts:

Pension Plan	TPAF	PERS	P&FRS
Date of Last Valuation	3/31/83	3/31/83	6/30/83
Membership:			
Active	108,035	61,107	27,685
Retired or Vested	28,088	14,244	6,981
Total	136,123	75,351	34,666
Assumed Interest Rate of Return	9 1/2%	9 1/2%	9 1/2%

Pension Plan	State Police	Judicial	Consolidated Police & Firemen
Date of Last Valuation	7/1/83	7/1/83	12/31/83
Membership:			
Active	2,010	309	11
Retired or Vested	813	202	5,707
Total	2,823	511	5,718
Assumed Interest Rate of Return	8 1/2%	8 1/2%	8 1/2%

NOTE 15 - TRANSFER TO AND FROM OTHER FUNDS

Transfer to and Transfer from other funds in the Statement of Revenues, Expenditures, and Changes in Fund Balances represent operating transfers between fund groups. Major operating transfers include the following.

Transfer of $266.5 million from the General Fund to the Debt Service Fund for the payment of debt service; $96.3 million transfer from the State of New Jersey Cash Management Fund to the General Fund ($29.6 million), Capital Projects Funds ($18.3 million), Special Revenue Funds ($20.3 million) and Trust Funds ($28.1 million) for interest earnings on amounts invested in the Cash Management Fund; transfer of $359.8 million from the State Lottery Fund to the General Fund representing revenue of the Lottery Fund; $64.5 million transferred from the Transportation Fund to the General Fund ($35.5 million) and Property Tax Relief Fund ($29.0 million) representing amounts earned in accordance with the Emergency Transportation Act; and $27.5 million transferred to the General Fund from the Unemployment Compensation Auxiliary Fund ($12.7 million) and the State Disability Benefit Fund ($14.8 million) representing payment for administrative costs.

NOTE 16 - INTEREST

Pursuant to the Annual Appropriations Act, the General Fund charges interest to the Casino Control Fund for disbursements made in excess of receipts collected. The interest rate is equal to the month-end New York Federal Reserve Discount Rate charged to banks. During fiscal year 1984 the interest rate varied from 8.5% to 9.0% and the interest charged to the Casino Control Fund amounted to $641,746.

Pursuant to P.L 1982, chapter 26, the Casino Revenue Fund was credited with $4.3 million representing investment earnings on funds held and invested by the General Fund.

NOTE 17 - DEFICIT FUND BALANCES

The deficit fund balances in the Safe Drinking Water ($.3 million) and Worker and Community Right To Know Funds ($.7 million) result from expenditures in excess of revenues. It is anticipated that revenues realized during fiscal year 1985 will reduce these deficits.

NOTE 18 - FUND BALANCE RESERVED - OTHER

The following portions of fund balances have been reserved:

GENERAL FUND

The Reserved - Other ($14.2) million in the General Fund consists principally of $12.7 million representing long-term advances and receivables due from individuals, estates, municipalities, railroads and other funds that are considered not currently available for appropriation and $1.5 million received from the Federal government representing revenue sharing funds. These revenue sharing funds will be expended after public hearings, as required, are conducted.

SPECIAL REVENUE FUNDS

Luxury Tax Fund

Advances have been made to the Atlantic County Improvement Authority totaling $10.8 million for the financing of various housing projects. These advances are to be returned to the Fund at a future date as determined by the Local Finance Board.

Clean Waters Fund and Natural Resources Fund

These funds have loaned various qualifying municipalities $12.4 and $2.8 million respectively, for the purpose of improving sewerage treatment facilities and emergency water supply projects. These loans will be repaid over a ten year period. Also, included in the reserved fund balance is $.6 million and $.2 million for accumulated interest on these loans.

Mortgage Assistance Fund

$11.5 million represents loans receivable from the New Jersey Mortgage and Housing Finance Agency which will subsequently be repaid over a period of years based on repayments to that agency by borrowers.

Housing Assistance Fund

$10.0 million represents loans receivable from the New Jersey Mortgage and Housing Finance Agency which are to be repaid over a period of years based on repayments to that agency of mortgage loans made to borrowers.

Water Conservation Fund

$6.0 million represents sewage facility planning loans plus accumulated interest thereon.

Superior Court Trust Fund

The fund's Investment Advisory Committee has adopted a policy of establishing a reserve against capitol losses on sales of securities to insure payment of interest at established rates. This reserve is based on 3% of the annual moving average market value of total investments as of the end of each month and amounted to approximately $2.4 million at June 30, 1984.

NOTE 18 - FUND BALANCE RESERVED - OTHER (Continued)

TRUST FUNDS (Continued)

Stock Workers' Compensation Security Fund

Mutual Workers Compensation Security Fund

The Workers' Compensation law requires that all interest earned since July 1, 1982 through June 30 1984, by these funds, is to be transferred to a Special Compensation Fund as of July 30, 1984. At June 30, 1984, such interest amounted to $7.4 million and $1.1 million respectively.

Fund for Support of Free Public Schools

New Jersey Statutes provide for the establishment of a School Bond Reserve within this fund, in an amount equal to at least one and one-half percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities or school districts for school purposes, exclusive of the debt service for bonds as provided by State appropriations. Accordingly, $17.3 million of this fund balance has been reserved at June 30, 1984.

Higher Education Assistance Fund

$10.4 million represents loans to students that will be paid over an extended period of time.

Unclaimed Personal Property Escheats Fund

$1.3 million represents loans due from the New Jersey Economic Development Authority.

Unsatisfied Claim and Judgment Fund

$8.2 million represents advances to the General Fund in accordance with Chapter 125, P.L. 1983.

NOTE 19 - CONTINGENT LIABILITIES

The State is involved in a number of legal actions wherein the State of New Jersey has the potential for either loss of revenue or unanticipated expenditure. The exact amount involved in these legal proceedings is not fully determinable as of June 30, 1984.

GENERAL FUND

Within the Tax Court of New Jersey there was a case challenging the right of the State to reflect as part of the income and net worth tax basis for computation of the corporation business tax securities issued by certain public authorities. While the amount of the State's liability cannot be estimated at this time, an adverse decision in this case could result in excess of $20 million in unanticipated expenditures. The Tax Court of New Jersey, in a decision dated June 20, 1984, sustained the State's inclusion of the principal and interest relating to securities issued by certain public authorities in the tax bases of the Corporation Business Tax. The plaintiff taxpayer has appealed this decision to the Superior Court of New Jersey, Appellate Division.

NOTE 19 - CONTINGENT LIABILITIES (Continued)

GENERAL FUND (Continued)

There are presently several cases pending in federal courts challenging conditions and adequacy of care in State Psychiatric hospitals and schools for the mentally retarded. The plaintiffs allege that the institutions are not providing their residents with educational and rehabilitative programs which comply with State and federal constitutional and statutory standards. At present, the State operates four psychiatric hospitals, eight State residential institutions for the mentally retarded, one nursing home and one juvenile treatment facility. Judgments for plaintiffs could require the State to make substantial expenditures, the exact amount of which cannot be estimated at this time.

As of June 30, 1984 there were approximately 2,500 tort and contract cases and 1,312 notices of claims filed against the State. The State is unable to estimate its exposure for these cases and claims. An independent study estimated an aggregate potential exposure of $50 million for claims pending, as of January 1, 1982. It is estimated that were a similar study made of claims currently pending, the amount of such estimated exposure would be somewhat higher.

There are numerous contract claims arising from the construction of the Justice Complex. The potential exposure to the State from such claims could be as high as $25 million and would result in additional payments to the Mercer County Improvement Authority.

SPECIAL REVENUE FUNDS

Sanitary Landfill Contingency Fund

Various claims totalling approximately $15 million have been filed against this fund by individuals, local municipalities and school districts. The ultimate disposition of these claims is not determinable at this time.

State Lottery Fund

This fund is involved in a number of legal actions wherein there is a potential for unanticipated expenditure. Neither the exact amount nor the ultimate disposition of these claims can be determined by fund management at this time.

Water Conservation Fund

The State has filed suit to recover $4.9 million plus accumulated interest of $1.1 million due to the fund for loans to local units of government for sewerage construction projects.

CAPITAL PROJECT FUNDS

State Transportation Fund and 1979 Transportation Rehabilitation and Improvement Fund

Contractor claims totaling $2.7 million and $22.8 million respectively have been filed against these funds. These claims are for damages due to delays in construction and design problems. Fund management is presently evaluating these claims and there has been no determination as to the ultimate amount for which these funds will be liable.

NOTE 19 - CONTINGENT LIABILITIES (Continued)

TRUST FUNDS

Unsatisfied Claim and Judgment Fund

At June 30, 1984, this fund was contingently liable for reported excess medical benefit claims of $219.4 million. In addition, there may be a substantial amount of incurred, but unreported excess medical benefit claims, which have been actuarially estimated to be $342.7 million as of June 30, 1984.

The Fund is also liable for claims for injuries arising out of uninsured motorist claims actuarially estimated to be $11.4 million at June 30, 1984.

FEDERAL PROGRAMS

Under the terms of various grant awards, expenditures from Federal funds are subject to audit. As of June 30, 1984, audits of expenditures for fiscal years 1983 and prior may not be completed. Disallowances, if any, which may result from these audits are not determinable at this time.

Federal expenditures for fiscal year 1984 and the three preceding years are as follows:

F.Y. 1984	$1.9 billion
F.Y. 1983	$1.8 billion
F.Y. 1982	$1.7 billion
F.Y. 1981	$1.7 billion

NOTE 20 - SUBSEQUENT EVENTS

Superior Court Trust Fund of New Jersey

Based on a final judgment by the Mercer County Chancery Court in September 1984, the Fund will distribute approximately $15.5 million of currently Undesignated Fund Balance to various individuals filing claims against the Fund. Any unclaimed portion of this amount is to be escheated to the State of New Jersey.

General Obligation Bond Sale

In October 1984, the State sold $145 million general obligation bonds. These bonds are authorized under various laws enacted by the legislature and approved by the voters in general elections as provided by the Constitution of the State.

Proceeds from the sale of bonds will be applied to ongoing programs of the State as described in the enabling legislation.

GENERAL FUND

STATE OF NEW JERSEY
GENERAL FUND
BALANCE SHEET
JUNE 30, 1984 AND JUNE 30, 1983

	June 30, 1984	June 30, 1983
ASSETS		
CASH		
Demand accounts (Note 3)	$ 9,574,144	$ 12,466,110
Time accounts	22,100,000	--
INVESTMENTS (Note 4)	445,755,350	83,246,583
RECEIVABLES (Notes 2 and 5)		
Federal government	230,550,706	155,344,830
Departmental accounts	463,326,695	425,867,252
Loans	936,896	807,306
Other	9,551,952	8,307,760
OTHER ASSETS		
Due from other funds (Note 6)	638,348,344	547,891,991
Advances to other funds (Note 9)	2,200,000	--
Deferred charges	2,940,000	2,940,000
Total Assets	$ 1,825,284,087	$ 1,236,871,832
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable (Note 7)	$ 615,024,144	$ 525,897,088
Deferred revenue (Note 8)	40,454,252	37,153,971
Due to other funds (Note 6)	93,495,674	49,023,281
Advances from other funds (Note 9)	8,190,985	--
Other (Note 10)	46,460,261	50,507,131
Total Liabilities	803,625,316	662,581,471
FUND BALANCES (Note 1)		
Reserved for encumbrances	246,191,709	196,292,467
Reserved - other (Note 18)	14,149,707	9,690,379
Unreserved		
Designated for continuing appropriations	275,994,177	272,113,947
Undesignated	485,323,178	96,193,568
Total Fund Balances	1,021,658,771	574,290,361
Total Liabilities and Fund Balances	$ 1,825,284,087	$ 1,236,871,832

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEARS ENDED JUNE 30, 1984 and JUNE 30, 1983

	FISCAL YEAR 1984	FISCAL YEAR 1983
REVENUES		
Taxes	$ 4,867,182,248	$ 4,246,485,550
Federal and other grants	1,847,259,032	1,730,532,630
Licenses and fees	323,571,414	297,570,898
Services and assessments	576,281,910	529,732,883
Investment earnings	5,620,502	2,828,243
Other	59,196,492	45,850,545
Total Revenues	7,679,111,598	6,853,000,749
OTHER INCREASES		
Transfers from other funds (Note 15)	517,779,716	424,228,509
Other	315,000	--
Total Other Increases	518,094,716	424,228,509
Total Revenues and Other Increases	8,197,206,314	7,277,229,258
EXPENDITURES		
Public safety and criminal justice	489,562,404	443,696,829
Physical and mental health	1,308,268,037	1,237,552,303
Educational, cultural and intellectual development	2,133,708,594	2,105,143,655
Community development and environmental management	240,712,632	218,525,569
Economic planning, development and security	1,175,045,184	1,096,492,058
Transportation services	424,448,186	386,392,749
Government direction, management and control	1,646,430,829	1,471,492,449
Special government services	61,735,607	57,999,996
Total Expenditures	7,479,911,473	7,017,295,608
OTHER DECREASES		
Transfers to other funds (Note 15)	267,514,735	238,922,870
Other	2,411,696	481,692
Total Other Decreases	269,926,431	239,404,562
Total Expenditures and Other Decreases	7,749,837,904	7,256,700,170
Net Increase (Decrease) in Fund Balances for the Year	447,368,410	20,529,088
FUND BALANCES AT BEGINNING OF YEAR	574,290,361	553,761,273
FUND BALANCES AT END OF YEAR	$ 1,021,658,771	$ 574,290,361

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ACTUAL	ADJUSTMENT TO BUDGETARY BASIS	ACTUAL ON BUDGETARY BASIS	BUDGET (Note 1)	VARIANCE-FAVORABLE (UNFAVORABLE)
REVENUES					
Taxes	$ 4,867,182,248	$ 32,388	$ 4,867,214,636	$ 4,630,404,642	$ 236,809,994
Federal and other grants	1,847,259,032	109,893,908	1,957,152,940	1,956,842,347	310,593
Licenses and fees	323,571,414	--	323,571,414	334,338,476	(10,767,062)
Services and assessments	576,281,910	1,541,339	577,823,249	516,860,052	60,963,197
Investment earnings	5,620,502	6,093,054	11,713,556	1,923,377	9,790,179
Other	59,196,492	8,913,799	68,110,291	42,861,078	25,249,213
Total Revenues	7,679,111,598	126,474,488	7,805,586,086	7,483,229,972	322,356,114
OTHER INCREASES					
Transfers from other funds (Note 15)	517,779,716	(29,512,443)	488,267,273	403,170,440	85,096,833
Other	315,000	31,952,505	32,267,505	32,267,505	--
Total Other Increases	518,094,716	2,440,062	520,534,778	435,437,945	85,096,833
Total Revenues and Other Increases	8,197,206,314	128,914,550	8,326,120,864	7,918,667,917	407,452,947
EXPENDITURES					
Public safety and criminal justice	489,562,404	15,088,810	504,651,214	530,067,194	25,415,980
Physical and mental health	1,308,268,037	(3,231,528)	1,305,036,509	1,321,164,660	16,128,151
Educational, cultural and intellectual development	2,133,708,594	10,793,752	2,144,502,346	2,203,030,724	58,528,378
Community development and environmental management	240,712,632	24,099,464	264,812,096	289,943,769	25,131,673
Economic planning, development and security	1,175,045,184	30,312,116	1,205,357,300	1,249,282,578	43,925,278
Transportation services	424,448,186	72,961,541	497,409,727	682,516,835	185,107,108
Government direction, management and control	1,646,430,829	13,710,688	1,660,141,517	1,731,621,653	71,480,136
Special government services	61,735,607	4,770,275	66,505,882	69,133,884	2,628,002
Total Expenditures	7,479,911,473	168,505,118	7,648,416,591	8,076,761,297	428,344,706
OTHER DECREASES					
Transfers to other funds (Note 15)	267,514,735	--	267,514,735	267,514,735	--
Other	2,411,696	(2,411,696)	--	--	--
Total Other Decreases	269,926,431	(2,411,696)	267,514,735	267,514,735	--
Total Expenditures and Other Decreases	7,749,837,904	166,093,422	7,915,931,326	8,344,276,032	428,344,706
Net Increase (Decrease) in Fund Balances for the Year	$ 447,368,410	$ (37,178,872)	$ 410,189,538	$ (425,608,115)	$ 835,797,653

The accompanying notes are an integral part of the financial statements.

SPECIAL REVENUE FUNDS

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984

	Alcohol Education Rehabilitation & Enforcement Fund	Beaches and Harbor Fund	Boarding House Rental Assistance Fund
ASSETS			
CASH			
Demand accounts (Note 3)	$ 2,878	$ 1,772	$ 1,000
INVESTMENTS (Note 4)	--	--	--
RECEIVABLES (Notes 2 and 5)			
Federal government	--	--	--
Departmental accounts	--	--	--
Loans	--	--	--
Other	--	150,643	--
OTHER ASSETS			
Due from other funds (Note 6)	2,198,834	4,981,382	1,812,576
Deferred charges	--	--	--
Total Assets	$ 2,201,712	$ 5,133,797	$ 1,813,576
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable (Note 7)	$ --	$ --	$ --
Deferred revenue (Note 8)	--	--	--
Due to other funds (Note 6)	--	655,302	--
Advances from other funds (Note 9)	--	--	--
Other (Note 10)	--	499,270	--
Total Liabilities	--	1,154,572	--
FUND BALANCES (Notes 1)			
Reserved for encumbrances	--	327,162	--
Reserved - Other (Note 18)	--	--	--
Unreserved			
Designated for continuing appropriations	--	6,167,732	--
Undesignated	2,201,712	(2,515,669)	1,813,576
Total Fund Balances (Note 17)	2,201,712	3,979,225	1,813,576
Total Liabilities and Fund Balances	$ 2,201,712	$ 5,133,797	$ 1,813,576

The accompanying notes are an integral part of the financial statements.

Casino Control Fund	Casino Revenue Fund	Clean Waters Fund	Clients' Security Fund
$ --	$ --	$ 21,421	$ 380,598
--	--	--	2,374,075
--	--	--	--
4,234,298	8,196,666	--	--
--	--	13,064,264	--
--	--	--	--
1,652,975	68,617,233	11,386,818	--
--	--	--	--
$ 5,887,273	$ 76,813,899	$ 24,472,503	$ 2,754,673
$ 3,119,541	$ 4,009,159	$ 25,430	$ 205,361
1,520,500	--	--	--
--	--	1,209,414	--
--	--	--	--
--	--	--	--
4,640,041	4,009,159	1,234,844	205,361
1,247,232	5,167,087	8,738,148	--
--	--	13,064,264	23,430
--	--	10,415,775	--
--	67,637,653	(8,980,528)	2,525,882
1,247,232	72,804,740	23,237,659	2,549,312
$ 5,887,273	$ 76,813,899	$ 24,472,503	$ 2,754,673

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1984

	Emergency Flood Control Fund	Farmland Preservation Fund	Gubernatorial Elections Fund
ASSETS			
CASH			
Demand accounts (Note 3)	$ 14,028	$ 977	$ --
INVESTMENTS (Note 4)	--	--	--
RECEIVABLES (Notes 2 and 5)			
Federal government	--	--	--
Departmental accounts	--	--	--
Loans	--	--	--
Other	--	--	--
OTHER ASSETS			
Due from other funds (Note 6)	7,572,689	6,172,412	635,077
Deferred charges	--	--	--
Total Assets	$ 7,586,717	$ 6,173,389	$ 635,077
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable (Note 7)	$ 102,355	$ --	$ --
Deferred revenue (Note 8)	--	--	--
Due to other funds (Note 6)	765,184	370,547	--
Advances from other funds (Note 9)	--	--	--
Other (Note 10)	--	--	--
Total Liabilities	867,539	370,547	--
FUND BALANCES (Note 1)			
Reserved for encumbrances	3,876,580	--	--
Reserved - Other (Note 18)	--	--	--
Unreserved			
Designated for continuing appropriations	13,831,303	9,804,299	24,045
Undesignated	(10,988,705)	(4,001,457)	611,032
Total Fund Balances (Note 17)	6,719,178	5,802,842	635,077
Total Liabilities and Fund Balances	$ 7,586,717	$ 6,173,389	$ 635,077

The accompanying notes are an integral part of the financial statements.

Hazardous Discharge Fund	Housing Assistance Fund	Luxury Tax Fund	Medical Education Facilities Fund
$ --	$ 1,186	$ 347	$ 1,475,177
--	--	--	--
--	--	--	--
--	--	1,327,512	--
--	9,981,009	10,840,015	--
--	292,302	--	--
--	20,959	13,975,904	--
--	--	--	--
$ --	$ 10,295,456	$ 26,143,778	$ 1,475,177
$ --	$ --	$ --	$ --
--	--	--	--
--	89,794	--	154,612
--	--	--	--
--	--	--	--
--	89,794	--	154,612
--	--	--	661,008
--	9,981,009	10,840,015	--
33,000,000	20,186	--	653,205
(33,000,000)	204,467	15,303,763	6,352
--	10,205,662	26,143,778	1,320,565
$ --	$ 10,295,456	$ 26,143,778	$ 1,475,177

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1984

	Mortgage Assistance Fund	Natural Resources Fund	New Jersey Spill Compensation Fund
ASSETS			
CASH			
Demand accounts (Note 3)	$ --	$ --	$ 159,169
INVESTMENTS (Note 4)	--	--	--
RECEIVABLES (Note 2 and 5)			
Federal government	--	--	--
Departmental accounts	--	--	--
Loans	11,464,568	2,980,951	--
Other	510,572	--	506,124
OTHER ASSETS			
Due from other funds (Note 6)	487,389	9,993,313	33,618,588
Deferred charges	--	--	--
Total Assets	$ 12,462,529	$ 12,974,264	$ 34,283,881
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable (Note 7)	$ 22,210	$ 347,192	$ 897,832
Deferred revenue (Note 8)	--	--	--
Due to other funds (Note 6)	368,909	750,991	6,526,135
Advances from other funds (Note 9)	--	--	--
Other (Note 10)	--	--	--
Total Liabilities	391,119	1,098,183	7,423,967
FUND BALANCES (Note 1)			
Reserved for encumbrances	217,497	16,488,174	2,316,858
Reserved - Other (Note 18)	11,464,568	2,980,951	--
Unreserved			
Designated for continuing appropriations	197,272	23,655,076	1,597,764
Undesignated	192,073	(31,248,120)	22,945,292
Total Fund Balances (Note 17)	12,071,410	11,876,081	26,859,914
Total Liabilities and Fund Balances	$ 12,462,529	$ 12,974,264	$ 34,283,881

The accompanying notes are an integral part of the financial statements.

Office of Attorney Ethics	Property Tax Relief Fund	Safe Drinking Water Fund	Sanitary Landfill Facility Contingency Fund
$ 167,162	$ --	$ 10,000	$ --
231,498	--	--	--
--	--	--	--
--	111,511,843	--	--
--	--	--	--
--	--	--	--
--	--	502,152	15,172,452
--	--	--	--
$ 398,660	$ 111,511,843	$ 512,152	$ 15,172,452
$ 386,668	$ 1,365,020	$ --	$ 48,386
--	--	--	--
--	10,482,090	312,103	669,761
--	--	500,000	--
--	3,869,266	--	--
386,668	15,716,376	812,103	718,147
--	3,571,679	--	--
--	--	--	--
--	--	--	--
11,992	92,223,788	(299,951)	14,454,305
11,992	95,795,467	(299,951)	14,454,305
$ 398,660	$ 111,511,843	$ 512,152	$ 15,172,452

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1984

	State Land Acquisition and Development Fund	State Lottery Fund	State Recreation and Conservation Land Acquisition Fund 1971
ASSETS			
CASH			
Demand accounts (Note 3)	$ --	$ --	$ 244
INVESTMENTS (Note 4)	--	--	--
RECEIVABLES (Note 2 and 5)			
Federal government	907,189	--	--
Departmental accounts	--	--	--
Loans	--	--	--
Other	--	16,896,646	--
OTHER ASSETS			
Due from other funds (Note 6)	25,841,392	37,171,028	4,058,511
Deferred charges	--	635,497	--
Total Asset	$ 26,748,581	$ 54,703,171	$ 4,058,755
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable (Note 7)	$ 1,534,906	$ 22,803,268	$ 65
Deferred revenue (Note 8)	--	25,014	--
Due to other funds (Note 6)	2,794,483	29,756,904	354,622
Advances from other funds (Note 9)	--	--	--
Other (Note 10)	--	--	--
Total Liabilities	4,329,389	52,585,186	354,687
FUND BALANCES (Note 1)			
Reserved for encumbrances	45,275,359	1,875,693	3,129,116
Reserved - Other (Note 18)	--	242,292	--
Unreserved			
Designated for continuing appropriations	71,964,920	--	574,952
Undesignated	(94,821,087)	--	--
Total Fund Balances (Note 17)	22,419,192	2,117,985	3,704,068
Total Liabilities and Fund Balances	$ 26,748,581	$ 54,703,171	$ 4,058,755

The accompanying notes are an integral part of the financial statements.

State Recreation and Conservation Land Acquisition and Development Fund 1974	State Recycling Fund	State Water Development Fund	Superior Court of New Jersey Trust Fund
$ --	$ --	$ 847	$ 293,904
--	--	--	86,861,112
65,817	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
21,206,993	8,981,378	446,479	--
--	--	--	--
$ 21,272,810	$ 8,981,378	$ 447,326	$ 87,155,016
$ 1,895,413	$ 107,989	$ --	$ 60,997,694
--	--	--	--
2,536,136	61,617	54,886	--
--	--	--	--
--	--	--	--
4,431,549	169,606	54,886	60,997,694
11,949,914	746,849	72,384	--
--	--	--	2,389,000
9,737,296	--	320,056	--
(4,845,949)	8,064,923	--	23,768,322
16,841,261	8,811,772	392,440	26,157,322
$ 21,272,810	$ 8,981,378	$ 447,326	$ 87,155,016

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1984

	Transportation Fund	Unemployment Compensation Auxiliary Fund	Water Conservation Fund
ASSETS			
CASH			
Demand accounts (Note 3)	$ 156,778	$ 64,357	$ 485
INVESTMENTS (Note 4)	--	--	--
RECEIVABLES (Note 2 and 5)			
Federal government	--	--	--
Departmental accounts	132,688	--	--
Loans	--	--	6,014,119
Other	--	3,605,980	--
OTHER ASSETS			
Due from other funds (Note 6)	16,333,651	16,586,119	4,747,058
Deferred charges	--	--	--
Total Assets	$ 16,623,117	$ 20,256,456	$ 10,761,662
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable (Note 7)	$ --	$ 125,876	$ 339,282
Deferred revenue (Note 8)	--	--	--
Due to other funds (Note 6)	--	12,131,823	767,219
Advances from other funds (Note 9)	--	--	--
Other (Note 10)	16,623,117	43,334	--
Total Liabilities	16,623,117	12,301,033	1,106,501
FUND BALANCES (Note 1)			
Reserved for encumbrances	--	--	12,966,604
Reserved - Other (Note 18)	--	--	6,014,119
Unreserved			
Designated for continuing appropriations	--	--	37,674,438
Undesignated	--	7,955,423	(47,000,000)
Total Fund Balances (Note 17)	--	7,955,423	9,655,161
Total Liabilities and Fund Balances	$ 16,623,117	$ 20,256,456	$ 10,761,662

The accompanying notes are an integral part of the financial statements.

Water Supply Fund	Worker and Community Right To Know Fund	Total Special Revenue Funds
$ 802	$ 228	$ 2,753,360
--	--	89,466,685
--	--	973,006
--	--	125,403,007
--	--	54,344,926
--	--	21,962,267
8,907,334	1,561,911	324,642,607
--	--	635,497
$ 8,908,136	$ 1,562,139	$ 620,181,355
$ 50,000	$ 159,465	$ 98,543,112
--	--	1,545,514
516,107	120,608	71,449,247
--	1,700,000	2,200,000
--	--	21,034,987
566,107	1,980,073	194,772,860
1,550,003	313,158	120,490,505
--	--	56,999,648
54,225,498	--	273,863,817
(47,433,472)	(731,092)	(25,945,475)
8,342,029	(417,934)	425,408,495
$ 8,908,136	$ 1,562,139	$ 620,181,355

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	Alcohol Education Rehabilitation & Enforcement Fund	Beaches and Harbor Fund	Boarding House Rental Assistance Fund
REVENUES			
Taxes	$ 2,191,056	$ --	$ --
Federal and other grants	--	--	--
Licenses and fees	--	--	--
Services and assessments	--	--	--
Investment earnings	--	--	--
Other	--	1,028,112	--
Total Revenues	2,191,056	1,028,112	--
OTHER INCREASES			
Transfers from other funds (Note 15)	10,656	631,227	1,165,490
Proceeds from sale of bonds	--	5,000,000	--
Other	--	--	--
Total Other Increases	10,656	5,631,227	1,165,490
Total Revenues and Other Increases	2,201,712	6,659,339	1,165,490
EXPENDITURES			
Public safety and criminal justice	--	--	--
Physical and mental health	--	--	--
Educational, cultural and intellectual development	--	--	--
Community development and environmental management	--	9,482,271	--
Economic planning, development and security	--	--	--
Government direction, management and control	--	--	--
Special government services	--	--	--
Total Expenditures	--	9,482,271	--
OTHER DECREASES			
Transfers to other funds (Note 15)	--	1,114,492	300,000
Other	--	--	--
Total Other Decreases	--	1,114,492	300,000
Total Expenditures and Other Decreases	--	10,596,763	300,000
Net Increase (Decrease) in Fund Balances for the Year	2,201,712	(3,937,424)	865,490
FUND BALANCES - JULY 1, 1983	--	7,916,649	948,086
FUND BALANCES - JUNE 30, 1984	$ 2,201,712	$ 3,979,225	$ 1,813,576

The accompanying notes are an integral part of the financial statements.

Casino Control Fund	Casino Revenue Fund	Clean Waters Fund	Clients' Security Fund
$ --	$ 148,500,716	$ --	$ --
--	--	--	--
40,517,289	--	--	582,527
--	--	--	--
--	4,276,850	--	363,034
--	--	624,888	--
40,517,289	152,777,566	624,888	945,561
--	--	1,209,414	--
--	--	--	--
--	--	12,382,865	--
--	--	13,592,279	--
40,517,289	152,777,566	14,217,167	945,561
21,594,129	--	--	928,942
--	20,884,578	--	--
--	--	--	--
--	--	2,757,088	--
--	57,738,766	--	--
14,651,142	50,105,250	--	--
--	--	--	--
36,245,271	128,728,594	2,757,088	928,942
641,746	750,000	1,320,430	--
--	--	--	--
641,746	750,000	1,320,430	--
36,887,017	129,478,594	4,077,518	928,942
3,630,272	23,298,972	10,139,649	16,619
(2,383,040)	49,505,768	13,098,010	2,532,693
$ 1,247,232	$ 72,804,740	$ 23,237,659	$ 2,549,312

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	Emergency Flood Control Fund	Farmland Preservation Fund	Gubernatorial Elections Fund
REVENUES			
Taxes	$ --	$ --	$ --
Federal and other grants	--	--	--
Licenses and fees	--	--	--
Services and assessments	--	--	--
Investment earnings	--	--	--
Other	--	14,849	1,428,799
Total Revenues	--	14,849	1,428,799
OTHER INCREASES			
Transfers from other funds (Note 15)	765,184	351,563	--
Proceeds from sale of bonds	--	4,000,000	--
Other	--	--	--
Total Other Increases	765,184	4,351,563	--
Total Revenues and Other Increases	765,184	4,366,412	1,428,799
EXPENDITURES			
Public safety and criminal justice	--	--	4,895
Physical and mental health	--	--	--
Educational, cultural and intellectual development	--	--	--
Community development and environmental management	1,388,211	47,158	--
Economic planning, development and security	--	--	--
Government direction, management and control	--	--	--
Special government services	--	--	--
Total Expenditures	1,388,211	47,158	4,895
OTHER DECREASES			
Transfers to other funds (Note 15)	945,069	516,412	--
Other	--	--	--
Total Other Decreases	945,069	516,412	--
Total Expenditures and Other Decreases	2,333,280	563,570	4,895
Net Increase (Decrease) in Fund Balances for the Year	(1,568,096)	3,802,842	1,423,904
FUND BALANCES - JULY 1, 1983	8,287,274	2,000,000	(788,827)
FUND BALANCES - JUNE 30, 1984	$ 6,719,178	$ 5,802,842	$ 635,077

The accompanying notes are an integral part of the financial statements.

Housing Assistance Fund	Luxury Tax Fund	Medical Education Facilities Fund	Mortgage Assistance Fund
$ --	$ 13,144,105	$ --	$ --
--	--	--	--
--	--	--	--
--	--	--	--
--	--	154,611	--
--	--	--	--
--	13,144,105	154,611	--
1,959	1,324,564	--	50,410
--	--	--	--
87,835	--	--	318,499
89,794	1,324,564	--	368,909
89,794	14,468,669	154,611	368,909
--	--	--	--
--	--	--	--
--	--	2,313,375	--
--	2,814,000	--	149,251
--	--	--	--
--	--	--	--
--	--	--	--
--	2,814,000	2,313,375	149,251
89,794	--	154,611	368,909
--	--	--	--
89,794	--	154,611	368,909
89,794	2,814,000	2,467,986	518,160
--	11,654,669	(2,313,375)	(149,251)
10,205,662	14,489,109	3,633,940	12,220,661
$ 10,205,662	$ 26,143,778	$ 1,320,565	$ 12,071,410

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	Natural Resources Fund	New Jersey Spill Compensation Fund	Office of Attorney Ethics
REVENUES			
Taxes	$ --	$ 10,202,976	$ --
Federal and other grants	--	--	--
Licenses and fees	--	68,203	817,810
Services and assessments	--	--	--
Investment earnings	--	--	37,758
Other	236,746	--	--
Total Revenues	236,746	10,271,179	855,568
OTHER INCREASES			
Transfers from other funds (Note 15)	678,767	2,957,699	--
Proceeds from sale of bonds	15,000,000	--	--
Other	2,799,889	--	--
Total Other Increases	18,478,656	2,957,699	--
Total Revenues and Other Increases	18,715,402	13,228,878	855,568
EXPENDITURES			
Public safety and criminal justice	--	--	701,585
Physical and mental health	--	--	--
Educational, cultural and intellectual development	--	--	--
Community development and environmental management	11,525,095	778,126	--
Economic planning, development and security	--	--	--
Government direction, management and control	--	--	--
Special government services	--	--	--
Total Expenditures	11,525,095	778,126	701,585
OTHER DECREASES			
Transfers to other funds (Note 15)	734,450	6,149,030	--
Other	--	--	--
Total Other Decreases	734,450	6,149,030	--
Total Expenditures and Other Decreases	12,259,545	6,927,156	701,585
Net Increase (Decrease) in Fund Balances for the Year	6,455,857	6,301,722	153,983
FUND BALANCES - JULY 1, 1983	5,420,224	20,558,192	(141,991)
FUND BALANCES - JUNE 30, 1984	$ 11,876,081	$ 26,859,914	$ 11,992

The accompanying notes are an integral part of the financial statements.

Property Tax Relief Fund	Safe Drinking Water Fund	Sanitary Landfill Facility Contingency Fund	State Land Acquisition and Development Fund
$ 1,703,231,127	$ --	$ --	$ --
--	--	--	3,191,946
--	--	--	--
--	--	5,819,747	--
--	--	--	--
--	--	--	37,122
1,703,231,127	--	5,819,747	3,229,068
29,579,959	12,152	1,105,114	2,746,333
--	--	--	10,000,000
--	--	--	--
29,579,959	12,152	1,105,114	12,746,333
1,732,811,086	12,152	6,924,861	15,975,401
--	--	--	--
--	--	--	--
1,268,396,455	--	--	--
--	--	110,242	23,743,546
--	--	--	--
369,526,125	--	--	--
--	--	--	--
1,637,922,580	--	110,242	23,743,546
--	312,103	663,031	4,009,539
--	--	--	--
--	312,103	663,031	4,009,539
1,637,922,580	312,103	773,273	27,753,085
94,888,506	(299,951)	6,151,588	(11,777,684)
906,961	--	8,302,717	34,196,876
$ 95,795,467	$ (299,951)	$ 14,454,305	$ 22,419,192

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	State Lottery Fund	State Recreation and Conservation Land Acquisition Fund 1971	State Recreation and Conservation Land Acquisition and Development Fund 1974
REVENUES			
Taxes	$ --	$ --	$ --
Federal and other grants	--	--	185,841
Licenses and fees	--	--	--
Services and assessments	--	--	--
Investment earnings	--	--	--
Other	854,051,894	--	--
Total Revenues	854,051,894	--	185,841
OTHER INCREASES			
Transfers from other funds (Note 15)	2,139,323	354,622	2,674,286
Proceeds from sale of bonds	--	--	--
Other	--	--	--
Total Other Increases	2,139,323	354,622	2,674,286
Total Revenues and Other Increases	856,191,217	354,622	2,860,127
EXPENDITURES			
Public safety and criminal justice	--	--	--
Physical and mental health	--	--	--
Educational, cultural and intellectual development	--	--	--
Community development and environmental management	--	207,763	11,374,939
Economic planning, development and security	--	--	--
Government direction, management and control	--	--	--
Special government services	497,867,389	--	--
Total Expenditures	497,867,389	207,763	11,374,939
OTHER DECREASES			
Transfers to other funds (Note 15)	359,756,904	354,622	3,667,905
Other	--	--	--
Total Other Decreases	359,756,904	354,622	3,667,905
Total Expenditures and Other Decreases	857,624,293	562,385	15,042,844
Net Increase (Decrease) in Fund Balances for the Year	(1,433,076)	(207,763)	(12,182,717)
FUND BALANCES - JULY 1, 1983	3,551,061	3,911,831	29,023,978
FUND BALANCES - JUNE 30, 1984	$ 2,117,985	$ 3,704,068	$ 16,841,261

The accompanying notes are an integral part of the financial statements.

State Recycling Fund	State Water Development Fund	Superior Court of New Jersey Trust Fund	Transportation Fund
$ --	$ --	$ --	$ 64,452,995
--	--	--	--
7,402	--	--	--
4,610,496	--	--	--
--	--	7,569,627	--
--	--	--	--
4,617,898	--	7,569,627	64,452,995
682,372	54,886	--	--
--	--	--	--
--	--	--	--
682,372	54,886	--	--
5,300,270	54,886	7,569,627	64,452,995
--	--	4,721,962	--
--	--	--	--
--	--	--	--
1,746,651	256,954	--	--
--	--	--	--
--	--	--	--
--	--	--	--
1,746,651	256,954	4,721,962	--
496,278	54,886	--	64,452,995
--	--	--	--
496,278	54,886	--	64,452,995
2,242,929	311,840	4,721,962	64,452,995
3,057,341	(256,954)	2,847,665	--
5,754,431	649,394	23,309,657	--
$ 8,811,772	$ 392,440	$ 26,157,322	$ --

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	Unemployment Compensation Auxiliary Fund	Water Conservation Fund	Water Supply Fund
REVENUES			
Taxes	$ --	$ --	$ --
Federal and other grants	--	--	--
Licenses and fees	--	--	--
Services and assessments	11,367,358	--	--
Investment earnings	--	--	--
Other	--	1,242,197	22,273
Total Revenues	11,367,358	1,242,197	22,273
OTHER INCREASES			
Transfers from other funds (Note 15)	1,334,535	568,092	486,942
Proceeds from sale of bonds	--	--	6,000,000
Other	--	--	--
Total Other Increases	1,334,535	568,092	6,486,942
Total Revenues and Other Increases	12,701,893	1,810,289	6,509,215
EXPENDITURES			
Public safety and criminal justice	--	--	--
Physical and mental health	--	--	--
Educational, cultural and intellectual development	--	--	--
Community development and environmental management	--	5,277,937	116,889
Economic planning, development and security	70,815	--	--
Government direction, management and control	--	--	--
Special government services	--	--	--
Total Expenditures	70,815	5,277,937	116,889
OTHER DECREASES			
Transfers to other funds (Note 15)	13,289,802	767,219	1,045,706
Other	2,223,327	--	--
Total Other Decreases	15,513,129	767,219	1,045,706
Total Expenditures and Other Decreases	15,583,944	6,045,156	1,162,595
Net Increase (Decrease) in Fund Balances for the Year	(2,882,051)	(4,234,867)	5,346,620
FUND BALANCES - JULY 1, 1983	10,837,474	13,890,028	2,995,409
FUND BALANCES - JUNE 30, 1984	$ 7,955,423	$ 9,655,161	$ 8,342,029

The accompanying notes are an integral part of the financial statements.

Worker and Community Right To Know Fund	Total Special Revenue Funds
$ --	$ 1,941,722,975
--	3,377,787
--	41,993,231
--	21,797,601
--	12,401,880
--	858,686,880
--	2,879,980,354
114,345	50,999,894
--	40,000,000
--	15,589,088
114,345	106,588,982
114,345	2,986,569,336
310,237	28,261,750
--	20,884,578
--	1,270,709,830
--	71,776,121
--	57,809,581
--	434,282,517
--	497,867,389
310,237	2,381,591,766
222,042	462,177,975
--	2,223,327
222,042	464,401,302
532,279	2,845,993,068
(417,934)	140,576,268
--	284,832,227
$ (417,934)	$ 425,408,495

STATE OF NEW JERSEY
CASINO CONTROL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ACTUAL	ADJUSTMENTS TO BUDGETARY BASIS	ACTUAL ON BUDGETARY BASIS	BUDGET	VARIANCE - FAVORABLE (UNFAVORABLE)
REVENUES					
Licenses and fees	$ 40,517,289	$ --	$ 40,517,289	$ 38,087,635	$ 2,429,654
Total Revenues	40,517,289	--	40,517,289	38,087,635	2,429,654
OTHER INCREASES					
Total Other Increases	--	--	--	--	--
Total Revenues and Other Increases	40,517,289	--	40,517,289	38,087,635	2,429,654
EXPENDITURES					
Public safety and criminal justice	21,594,129	258,381	21,852,510	23,027,225	1,174,715
Government direction, management and control	14,651,142	249,689	14,900,831	15,060,410	159,579
Total Expenditures	36,245,271	508,070	36,753,341	38,087,635	1,334,294
OTHER DECREASES					
Transfers to other funds (Note 15)	641,746	--	641,746	--	(641,746)
Total Other Decreases	641,746	--	641,746	--	(641,746)
Total Expenditures and Other Decreases	36,887,017	508,070	37,395,087	38,087,635	692,548
Net Increase (Decrease) in Fund Balances for the Year	$ 3,630,272	$ (508,070)	$ 3,122,202	$ --	$ 3,122,202

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
CASINO REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ACTUAL	ADJUSTMENTS TO BUDGETARY BASIS	ACTUAL ON BUDGETARY BASIS	BUDGET	VARIANCE - FAVORABLE (UNFAVORABLE)
REVENUES					
Taxes	$ 148,500,716	$ --	$ 148,500,716	$ 132,000,000	$ 16,500,716
Investment earnings	4,276,850	--	4,276,850	3,000,000	1,276,850
Total Revenues	152,777,566	--	152,777,566	135,000,000	17,777,566
OTHER INCREASES					
Total Other Increases	--	--	--	--	--
Total Revenues and Other Increases	152,777,566	--	152,777,566	135,000,000	17,777,566
EXPENDITURES					
Physical and mental health	20,884,578	4,955,167	25,839,745	36,332,398	10,492,653
Economic planning, development and security	57,738,766	1,718,178	59,456,944	70,019,910	10,562,966
Transportation services	--	3,000,000	3,000,000	3,000,000	--
Government direction, management and control	50,105,250	794,750	50,900,000	50,900,000	--
Total Expenditures	128,728,594	10,468,095	139,196,689	160,252,308	21,055,619
OTHER DECREASES					
Transfers to other funds (Note 15)	750,000	--	750,000	750,000	--
Total Other Decreases	750,000	--	750,000	750,000	--
Total Expenditures and Other Decreases	129,478,594	10,468,095	139,946,689	161,002,308	21,055,619
Net Increase (Decrease) in Fund Balances for the Year	$ 23,298,972	$ (10,468,095)	$ 12,830,877	$ (26,002,308)	$ 38,833,185

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
GUBERNATORIAL ELECTIONS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ACTUAL	ADJUSTMENTS TO BUDGETARY BASIS	ACTUAL ON BUDGETARY BASIS	BUDGET	VARIANCE - FAVORABLE (UNFAVORABLE)
REVENUES					
Other	$ 1,428,799	$ --	$ 1,428,799	$ 1,700,000	$ (271,201)
Total Revenues	1,428,799	--	1,428,799	1,700,000	(271,201)
OTHER INCREASES					
Total Other Increases	--	--	--	--	--
Total Revenues and Other Increases	1,428,799	--	1,428,799	1,700,000	(271,201)
EXPENDITURES					
Public safety and criminal justice	4,895	--	4,895	28,940	24,045
Total Expenditures	4,895	--	4,895	28,940	24,045
OTHER DECREASES					
Total Other Decreases	--	--	--	--	--
Total Expenditures and Other Decreases	4,895	--	4,895	28,940	24,045
Net Increase (Decrease) in Fund Balances for the Year	$ 1,423,904	$ --	$ 1,423,904	$ 1,671,060	$ (247,156)

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
PROPERTY TAX RELIEF FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ACTUAL	ADJUSTMENTS TO BUDGETARY BASIS	ACTUAL ON BUDGETARY BASIS	BUDGET	VARIANCE - FAVORABLE (UNFAVORABLE)
REVENUES					
Taxes	$ 1,703,231,127	$ --	$ 1,703,231,127	$ 1,655,000,000	$ 48,231,127
Total Revenues	1,703,231,127	--	1,703,231,127	1,655,000,000	48,231,127
OTHER INCREASES					
Transfers from other funds (Note 15)	29,579,959	(576,111)	29,003,848	--	29,003,848
Total Other Increases	29,579,959	(576,111)	29,003,848	--	29,003,848
Total Revenues and Other Increases	1,732,811,086	(576,111)	1,732,234,975	1,655,000,000	77,234,975
EXPENDITURES					
Educational, cultural and intellectual development	1,268,396,455	345,437	1,268,741,892	1,268,774,431	32,539
Government direction, management and control	369,526,125	1,659,545	371,185,670	381,258,313	10,072,643
Total Expenditures	1,637,922,580	2,004,982	1,639,927,562	1,650,032,744	10,105,182
OTHER DECREASES					
Total Other Decreases	--	--	--	--	--
Total Expenditures and Other Decreases	1,637,922,580	2,004,982	1,639,927,562	1,650,032,744	10,105,182
Net Increase (Decrease) in Fund Balances for the Year	$ 94,888,506	$ (2,581,093)	$ 92,307,413	$ 4,967,256	$ 87,340,157

The accompanying notes are an integral part of the financial statements.

DEBT SERVICE FUND

STATE OF NEW JERSEY
DEBT SERVICE FUND
BALANCE SHEET
JUNE 30, 1984 AND JUNE 30, 1983

ASSETS	1984	1983
CASH		
Cash with fiscal agent (Note 1)	$ 6,588,866	$ 6,217,064
Total Assets	$ 6,588,866	$ 6,217,064

LIABILITIES AND FUND BALANCES		
LIABILITIES		
Matured interest payable (Note 1)	$ 5,225,866	$ 4,645,064
Matured bonds payable (Note 1)	1,363,000	1,572,000
Total Liabilities	6,588,866	6,217,064
FUND BALANCES		
Designated for debt service	--	--
Total Fund Balances	--	--
Total Liabilities and Fund Balances	$ 6,588,866	$ 6,217,064

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEARS ENDED JUNE 30, 1984 AND JUNE 30, 1983

	1984	1983
OTHER INCREASES		
Transfers from other funds (Notes 1 and 15)	$ 266,525,350	$ 238,922,870
Total Other Increases	266,525,350	238,922,870
EXPENDITURES (Note 12)		
Debt Service:		
Principal	115,595,000	107,590,000
Interest	150,930,350	131,332,870
Total Expenditures	266,525,350	238,922,870
Net Increase (Decrease) in Fund Balances for the year	--	--
FUND BALANCES JULY 1	--	--
FUND BALANCES JUNE 30	$ --	$ --

The accompanying notes are an integral part of the financial statements.

CAPITAL PROJECTS FUNDS

STATE OF NEW JERSEY
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984

	Correctional Facilities Construction Fund	Energy Conservation Fund	Higher Education Buildings Construction Fund
ASSETS			
CASH			
Demand accounts (Note 3)	$ --	$ --	$ 1,903
RECEIVABLES (Note 5)			
Federal government	--	--	--
OTHER ASSETS			
Due from other funds (Note 6)	16,032,494	10,053,148	1,445,178
Total Assets	$ 16,032,494	$ 10,053,148	$ 1,447,081
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable (Note 7)	$ 2,749,925	$ 265,262	$ 5,613
Due to other funds (Note 6)	3,130,056	843,730	162,064
Total Liabilities	5,879,981	1,108,992	167,677
FUND BALANCES (Note 1)			
Reserved for encumbrances	23,197,995	4,435,265	283,233
Unreserved			
Designated for continuing appropriations	97,004,061	16,817,682	996,171
Undesignated	(110,049,543)	(12,308,791)	--
Total Fund Balances	10,152,513	8,944,156	1,279,404
Total Liabilities and Fund Balances	$ 16,032,494	$ 10,053,148	$ 1,447,081

The accompanying notes are an integral part of the financial statements.

Institutional Construction Fund	Institutions Construction Fund	Public Buildings Construction Fund	Public Purpose Buildings Construction Fund	State Facilities for Handicapped Fund
$ --	$ 111	$ 121	$ 346	$ --
--	--	--	--	--
4,864,536	3,921,235	560,500	39,217,865	4,535,533
$ 4,864,536	$ 3,921,346	$ 560,621	$ 39,218,211	$ 4,535,533
$ 100,817	$ 38,780	$ 2,864	$ 2,091,983	$ 55,783
650,101	482,932	67,687	3,071,300	--
750,918	521,712	70,551	5,163,283	55,783
1,443,905	1,341,715	278,310	38,607,577	1,671,626
2,669,713	2,057,919	211,760	35,758,454	2,808,124
--	--	--	(40,311,103)	--
4,113,618	3,399,634	490,070	34,054,928	4,479,750
$ 4,864,536	$ 3,921,346	$ 560,621	$ 39,218,211	$ 4,535,533

STATE OF NEW JERSEY
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1984

	State Transportation Fund	Transportation Rehabilitation and Improvement Fund	Total Capital Projects Funds
ASSETS			
CASH			
Demand accounts (Note 3)	$ --	$ 4,924,652	$ 4,927,133
RECEIVABLES (Note 5)			
Federal government	1,105,918	22,970,979	24,076,897
OTHER ASSETS			
Due from other funds (Note 6)	12,049,866	94,595,044	187,275,399
Total Assets	$ 13,155,784	$ 122,490,675	$ 216,279,429
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable (Note 7)	$ 400,866	$ 15,892,985	$ 21,604,878
Due to other funds (Note 6)	2,051,645	23,085,222	33,544,737
Total Liabilities	2,452,511	38,978,207	55,149,615
FUND BALANCES (Note 1)			
Reserved for encumbrances	3,806,667	102,896,817	177,963,110
Unreserved			
Designated for continuing appropriations	6,896,606	101,115,651	266,336,141
Undesignated	--	(120,500,000)	(283,169,437)
Total Fund Balances	10,703,273	83,512,468	161,129,814
Total Liabilities and Fund Balances	$ 13,155,784	$ 122,490,675	$ 216,279,429

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	Correctional Facilities Construction Fund	Energy Conservation Fund	Higher Education Buildings Construction Fund
REVENUES			
Federal and other grants	$ 204,958	$ --	$ --
Other	--	18,561	--
Total Revenues	204,958	18,561	--
OTHER INCREASES			
Transfers from other funds (Note 15)	3,130,056	819,656	162,064
Proceeds from sale of bonds	--	5,000,000	--
Total Other Increases	3,130,056	5,819,656	162,064
Total Revenues and Other Increases	3,335,014	5,838,217	162,064
EXPENDITURES			
Public safety and criminal justice	38,859,194	--	--
Educational, cultural and intellectual development	--	--	793,412
Community development and environmental management	--	3,027,875	--
Transportation services	--	--	--
Total Expenditures	38,859,194	3,027,875	793,412
OTHER DECREASES			
Transfers to other funds (Note 15)	3,130,056	838,216	162,064
Total Other Decreases	3,130,056	838,216	162,064
Total Expenditures and Other Decreases	41,989,250	3,866,091	955,476
Net Increase (Decrease) in Fund Balances for the Year	(38,654,236)	1,972,126	(793,412)
FUND BALANCES - JULY 1, 1983	48,806,749	6,972,030	2,072,816
FUND BALANCES - JUNE 30, 1984	$ 10,152,513	$ 8,944,156	$ 1,279,404

The accompanying notes are an integral part of the financial statements.

Institutional Construction Fund	Institutions Construction Fund	Public Buildings Construction Fund	Public Purpose Buildings Construction Fund	State Facilities for Handicapped Fund	State 1964 Institution Construction Fund
$ --	$ --	$ --	$ 20,722	$ --	$ --
--	--	--	111,367	--	--
--	--	--	132,089	--	--
650,101	482,932	67,687	2,926,851	549,164	23
--	--	--	30,000,000	--	--
650,101	482,932	67,687	32,926,851	549,164	23
650,101	482,932	67,687	33,058,940	549,164	23
--	--	--	--	--	--
--	--	--	--	2,979,652	--
4,042,496	2,315,568	399,466	20,263,493	--	--
--	--	--	--	--	--
4,042,496	2,315,568	399,466	20,263,493	2,979,652	--
650,101	482,932	67,687	3,038,217	--	23
650,101	482,932	67,687	3,038,217	--	23
4,692,597	2,798,500	467,153	23,301,710	2,979,652	23
(4,042,496)	(2,315,568)	(399,466)	9,757,230	(2,430,488)	--
8,156,114	5,715,202	889,536	24,297,698	6,910,238	--
$ 4,113,618	$ 3,399,634	$ 490,070	$ 34,054,928	$ 4,479,750	$ --

STATE OF NEW JERSEY
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	State Transportation Fund	Transportation Rehabilitation and Improvement Fund	Total Capital Projects Funds
REVENUES			
Federal and other grants	$ 8,059,759	$ 106,158,113	$ 114,443,552
Other	28,484	218,111	376,523
Total Revenues	8,088,243	106,376,224	114,820,075
OTHER INCREASES			
Transfers from other funds (Note 15)	1,098,916	8,417,282	18,304,732
Proceeds from sale of bonds	--	50,000,000	85,000,000
Total Other Increases	1,098,916	58,417,282	103,304,732
Total Revenues and Other Increases	9,187,159	164,793,506	218,124,807
EXPENDITURES			
Public safety and criminal justice	--	--	38,859,194
Educational, cultural and intellectual development	--	--	3,773,064
Community development and environmental management	--	--	30,048,898
Transportation services	8,233,565	169,373,616	177,607,181
Total Expenditures	8,233,565	169,373,616	250,288,337
OTHER DECREASES			
Transfers to other funds (Note 15)	1,127,400	8,635,451	18,132,147
Total Other Decreases	1,127,400	8,635,451	18,132,147
Total Expenditures and Other Decreases	9,360,965	178,009,067	268,420,484
Net Increase (Decrease) in Fund Balances for the Year	(173,806)	(13,215,561)	(50,295,677)
FUND BALANCES - July 1, 1983	10,877,079	96,728,029	211,425,491
FUND BALANCES - JUNE 30, 1984	$ 10,703,273	$ 83,512,468	$ 161,129,814

The accompanying notes are an integral part of the financial statements.

TRUST AND AGENCY FUNDS

STATE OF NEW JERSEY
TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1984

	Emergency Services Fund	Fund for Support of Free Public Schools	Higher Education Assistance Fund
ASSETS			
CASH			
Demand accounts (Note 3)	$ 2,985	$ 19,326	$ --
INVESTMENTS (Note 4)	--	33,941,342	--
RECEIVABLES (Note 2 and 5)			
Federal government	--	--	11,073,707
Departmental accounts	--	--	--
Loans	--	--	10,338,368
Other	--	652,482	--
OTHER ASSETS			
Due from other funds (Note 6)	1,186,550	10,985,434	23,615,782
Advances to other funds (Note 9)	--	--	--
Total Assets	$ 1,189,535	$ 45,598,584	$ 45,027,857
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable (Note 7)	$ --	$ 31,769	$ 193,714
Deferred revenue (Note 8)	--	--	--
Due to other funds (Note 6)	--	3,853,925	2,509,658
Other (Note 10)	--	214,566	8,139,291
Total Liabilities	--	4,100,260	10,842,663
FUND BALANCES (Note 1)			
Reserved for encumbrances	--	--	--
Reserved - Other (Note 18)	--	17,310,281	10,338,368
Unreserved			
Designated for continuing appropriations	--	--	--
Undesignated	1,189,535	24,188,043	23,846,826
Total Fund Balances	1,189,535	41,498,324	34,185,194
Total Liabilities and Fund Balances	$ 1,189,535	$ 45,598,584	$ 45,027,857

The accompanying notes are an integral part of the financial statements.

EXPENDABLE TRUST FUNDS				
Motor Vehicle Liability Security Fund	Motor Vehicle Security Responsibility Fund	Mutual Workers' Compensation Security Fund	New Home Warranty Security Fund	NJ Federal-State Rural Rehabilitation Fund
$ 5,319	$ 24,424	$ 273	$ 617,515	$ --
1,217,425	--	955,993	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	15,000
156,018	--	1,149,906	--	--
9,171,134	327,428	5,360,294	9,243,564	477,896
--	--	--	--	--
$ 10,549,896	$ 351,852	$ 7,466,466	$ 9,861,079	$ 492,896
$ 25,400	$ 316,580	$ --	$ --	$ 1,401
--	--	--	--	--
--	35,272	--	1,199,889	--
--	--	--	--	--
25,400	351,852	--	1,199,889	1,401
--	--	--	--	--
--	--	1,050,823	--	15,000
--	--	--	--	--
10,524,496	--	6,415,643	8,661,190	476,495
10,524,496	--	7,466,466	8,661,190	491,495
$ 10,549,896	$ 351,852	$ 7,466,466	$ 9,861,079	$ 492,896

STATE OF NEW JERSEY
TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1984

	New Jersey Insurance Development Fund	Real Estate Guaranty Fund	State Disability Benefit Fund
ASSETS			
CASH			
Demand accounts (Note 3)	$ 128,984	$ 15,902	$ 49,875
INVESTMENTS (Note 4)	--	--	70,771,413
RECEIVABLES (Note 2 and 5)			
Federal government	--	--	--
Departmental accounts	--	--	29,130,000
Loans	--	--	--
Other	7,159,497	--	2,433,683
OTHER ASSETS			
Due from other funds (Note 6)	13,778,458	891,869	106,957,069
Advances to other funds (Note 9)	--	--	--
Total Assets	$ 21,066,939	$ 907,771	$ 209,342,040
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable (Note 7)	$ 2,849,063	$ 45,276	$ 12,739,870
Deferred revenue (Note 8)	4,259,497	--	--
Due to other funds (Note 6)	--	--	7,666,765
Other (Note 10)	--	--	630,000
Total Liabilities	7,108,560	45,276	21,036,635
FUND BALANCES (Note 1)			
Reserved for encumbrances	--	--	--
Reserved - Other (Note 18)	--	--	--
Unreserved			
Designated for continuing appropriations	--	--	50,000,000
Undesignated	13,958,379	862,495	138,305,405
Total Fund Balances	13,958,379	862,495	188,305,405
Total Liabilities and Fund Balances	$ 21,066,939	$ 907,771	$ 209,342,040

The accompanying notes are an integral part of the financial statements.

EXPENDABLE TRUST FUNDS

State of New Jersey Cash Management Fund	Stock Workers' Compensation Security Fund	Unclaimed Bank Deposits Escheat Reserve Fund	Unclaimed Domestic Life Insurance Escheat Reserve Fund	Unclaimed Personal Property Trust Fund
$ --	$ 3,616	$ 244	$ 4,886	$ 921
2,668,486,663	12,760,728	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	1,294,700
15,714,139	304,910	--	--	--
--	32,430,163	7,930,931	2,044,987	12,686,342
--	--	--	--	--
$ 2,684,200,802	$ 45,499,417	$ 7,931,175	$ 2,049,873	$ 13,981,963
$ 48,867	$ --	$ --	$ --	$ --
--	--	--	--	--
1,406,341,397	--	1,736,164	577,272	8,161,800
1,275,702,586	--	--	--	--
2,682,092,850	--	1,736,164	577,272	8,161,800
--	--	--	--	--
2,107,952	7,390,025	--	--	1,294,700
--	--	--	--	--
--	38,109,392	6,195,011	1,472,601	4,525,463
2,107,952	45,499,417	6,195,011	1,472,601	5,820,163
$ 2,684,200,802	$ 45,499,417	$ 7,931,175	$ 2,049,873	$ 13,981,963

STATE OF NEW JERSEY
TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1984

	EXPENDABLE TRUST FUNDS		
	Unemployment Compensation Fund	University of Medicine and Dentistry of New Jersey Self Insurance Reserve Fund	Unsatisfied Claim and Judgment Fund
ASSETS			
CASH			
Demand accounts (Note 3)	$ 7,960,039	$ --	$ 1,816
INVESTMENTS (Note 4)	--	5,869,959	--
RECEIVABLES (Note 2 and 5)			
Federal government	345,720,353	--	--
Departmental accounts	49,706,242	--	--
Loans	--	--	--
Other	11,573,061	198,443	1,088,718
OTHER ASSETS			
Due from other funds (Note 6)	2,937,857	6,278,457	60,160,855
Advances to other funds (Note 9)	--	--	8,190,985
Total Assets	$ 417,897,552	$ 12,346,859	$ 69,442,374
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable (Note 7)	$ 27,833,661	$ 360,989	$ 105,372
Deferred revenue (Note 8)	--	--	--
Due to other funds (Note 6)	1,362,870	--	705,579
Other (Note 10)	335,286,907	--	--
Total Liabilities	364,483,438	360,989	810,951
FUND BALANCES (Note 1)			
Reserved for encumbrances	--	--	--
Reserved - Other (Note 18)	--	--	9,279,703
Unreserved			
Designated for continuing appropriations	--	--	--
Undesignated	53,414,114	11,985,870	59,351,720
Total Fund Balances	53,414,114	11,985,870	68,631,423
Total Liabilities and Fund Balances	$ 417,897,552	$ 12,346,859	$ 69,442,374

The accompanying notes are an integral part of the financial statements.

	NON-EXPENDABLE TRUST FUNDS			AGENCY FUNDS	
Veteran's Guaranteed Loan Fund	State of New Jersey-Tischler Memorial Fund	Total Trust Funds	Common Pension Fund "A"	Common Pension Fund "B"
$ 2,926	$ --	$ 8,839,051	$ 28,388	$ 2,546
--	341,890	2,794,345,413	2,905,043,592	3,761,216,395
--	--	356,794,060	--	--
--	--	78,836,242	--	--
--	--	11,648,068	--	--
--	9,235	40,440,092	14,638,800	100,927,013
4,324	130,915	306,600,309	62,076,297	94,506,923
--	--	8,190,985	--	--
$ 7,250	$ 482,040	$ 3,605,694,220	$ 2,981,787,077	$ 3,956,652,877
$ --	$ 57,177	$ 44,609,139	$ 3,407,000	$ --
--	--	4,259,497	--	--
--	--	1,434,150,591	--	--
--	--	1,619,973,350	2,978,380,077	3,956,652,877
--	57,177	3,102,992,577	2,981,787,077	3,956,652,877
--	--	--	--	--
--	416,072	49,202,924	--	--
--	--	50,000,000	--	--
7,250	8,791	403,498,719	--	--
7,250	424,863	502,701,643	--	--
$ 7,250	$ 482,040	$ 3,605,694,220	$ 2,981,787,077	$ 3,956,652,877

STATE OF NEW JERSEY
TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1984

	Disability Benefit Liability Fund	General Trust Fund	Outstanding Checks Account
ASSETS			
CASH			
Demand accounts (Note 3)	$ 114,697	$ 59	$ 969
INVESTMENTS (Note 4)	--	--	--
RECEIVABLES (Note 2 and 5)			
Federal government	--	--	--
Departmental accounts	--	--	--
Loans	--	--	--
Other	247,699	--	--
OTHER ASSETS			
Due from other funds (Note 6)	2,051,165	5,167	6,301,769
Advances to other funds (Note 9)	--	--	--
Total Assets	$ 2,413,561	$ 5,226	$ 6,302,738
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable (Note 7)	$ 13,851	$ 5,226	$ 5,708,439
Deferred revenue (Note 8)	--	--	--
Due to other funds (Note 6)	2,399,710	--	594,299
Other (Note 10)	--	--	--
Total Liabilities	2,413,561	5,226	6,302,738
FUND BALANCES (Note 1)			
Reserved for encumbrances	--	--	--
Reserved - Other (Note 18)	--	--	--
Unreserved			
Designated for continuing appropriations	--	--	--
Undesignated	--	--	--
Total Fund Balances	--	--	--
Total Liabilities and Fund Balances	$ 2,413,561	$ 5,226	$ 6,302,738

The accompanying notes are an integral part of the financial statements.

AGENCY FUNDS			
Rutgers Medical School - Restricted Fund	School Building Aid Capital Reserve Fund	State Lottery Agency Fund	Unemployment Benefits Liability Fund
$ 4,273	$ 1,213	$ --	$ 114,832
1,969,318	--	100,472,145	--
--	--	--	--
--	--	--	--
--	--	--	--
37,976	--	--	247,700
4,150,059	1,491,957	--	1,724,555
--	--	--	--
$ 6,161,626	$ 1,493,170	$ 100,472,145	$ 2,087,087
$ 6,161,626	$ 1,493,170	$ 100,472,145	$ --
--	--	--	--
--	--	--	2,087,087
--	--	--	--
6,161,626	1,493,170	100,472,145	2,087,087
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
$ 6,161,626	$ 1,493,170	$ 100,472,145	$ 2,087,087

STATE OF NEW JERSEY
TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1984

	University of Medicine and Dentistry of New Jersey Construction Grant Fund	University of Medicine and Dentistry of New Jersey Endowment Fund	University of Medicine and Dentistry of New Jersey Endowment Fund "B"
ASSETS			
CASH			
Demand accounts (Note 3)	$ 1,818	$ 256	$ 14,466
INVESTMENTS (Note 4)	--	201,899	5,359,857
RECEIVABLES (Note 2 and 5)			
Federal government	--	--	--
Departmental accounts	--	--	--
Loans	--	--	--
Other	--	9,421	91,268
OTHER ASSETS			
Due from other funds (Note 6)	4,352,624	82,138	486,915
Advances to other funds (Note 9)	--	--	--
Total Assets	$ 4,354,442	$ 293,714	$ 5,952,506
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable (Note 7)	$ 4,354,442	$ 293,714	$ 5,952,506
Deferred revenue (Note 8)	--	--	--
Due to other funds (Note 6)	--	--	--
Other (Note 10)	--	--	--
Total Liabilities	4,354,442	293,714	5,952,506
FUND BALANCES (Note 1)			
Reserved for encumbrances	--	--	--
Reserved - Other (Note 18)	--	--	--
Unreserved			
Designated for continuing appropriations	--	--	--
Undesignated	--	--	--
Total Fund Balances	--	--	--
Total Liabilities and Fund Balances	$ 4,354,442	$ 293,714	$ 5,952,506

The accompanying notes are an integral part of the financial statements.

AGENCY FUNDS			
University of Medicine and Dentistry of New Jersey Grant Fund	University of Medicine and Dentistry of New Jersey Grant Fund "B"	Total Agency Funds	Total Trust and Agency Funds
$ 7,646	$ 1,767	$ 292,930	$ 9,131,981
296,223	982,031	6,775,541,460	9,569,886,873
--	--	--	356,794,060
--	--	--	78,836,242
--	--	--	11,648,068
3,826	8,094	116,211,797	156,651,889
68,744	3,556,373	180,854,686	487,454,995
--	--	--	8,190,985
$ 376,439	$ 4,548,265	$ 7,072,900,873	$ 10,678,595,093
$ 376,439	$ 4,548,265	$ 132,786,823	$ 177,395,962
--	--	--	4,259,497
--	--	5,081,096	1,439,231,687
--	--	6,935,032,954	8,555,006,304
376,439	4,548,265	7,072,900,873	10,175,893,450
--	--	--	--
--	--	--	49,202,924
--	--	--	50,000,000
--	--	--	403,498,719
--	--	--	502,701,643
$ 376,439	$ 4,548,265	$ 7,072,900,873	$ 10,678,595,093

STATE OF NEW JERSEY
TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	Emergency Services Fund	Fund for Support of Free Public Schools	Higher Education Assistance Fund
REVENUES			
Taxes	$ --	$ --	$ --
Federal and other grants	--	1,922,255	39,883,636
Licenses and fees	--	564,797	2,908,117
Services and assessments	--	--	--
Investment earnings	--	2,381,556	--
Other	--	36,060	1,566,068
Total Revenues	--	4,904,668	44,357,821
OTHER INCREASES			
Transfers from other funds (Note 15)	184,643	1,472,369	2,251,472
Proceeds from the sale of bonds	--	--	--
Other	--	--	146,218
Total Other Increases	184,643	1,472,369	2,397,690
Total Revenues and Other Increases	184,643	6,377,037	46,755,511
EXPENDITURES			
Public safety and criminal justice	--	--	--
Educational, cultural and intellectual development	--	--	36,101,803
Community development and environmental management	--	--	--
Economic planning, development and security	--	--	--
Government direction, management and control	--	--	--
Total Expenditures	--	--	36,101,803
OTHER DECREASES			
Transfers to other funds (Note 15)	1,100,000	5,958,925	4,039,213
Other	--	--	796,753
Total Other Decreases	1,100,000	5,958,925	4,835,966
Total Expenditures and Other Decreases	1,100,000	5,958,925	40,937,769
Net Increase (Decrease) in Fund Balances for the Year	(915,357)	418,112	5,817,742
FUND BALANCES - JULY 1, 1983	2,104,892	41,080,212	28,367,452
FUND BALANCES - JUNE 30, 1984	$ 1,189,535	$ 41,498,324	$ 34,185,194

The accompanying notes are an integral part of the financial statements.

EXPENDABLE TRUST FUNDS				
Motor Vehicle Liability Security Fund	Motor Vehicle Security Responsibility Fund	Mutual Workers' Compensation Security Fund	New Home Warranty Security Fund	NJ Federal-State Rural Rehabilitation Fund
$ --	$ --	$ --	$ --	$ --
--	--	--	--	11,376
--	--	--	605,077	--
30,415	--	435,998	3,271,235	--
64,328	--	115,122	--	--
--	--	--	73,511	1,020
94,743	--	551,120	3,949,823	12,396
816,434	35,272	444,010	788,034	45,246
--	--	--	--	--
--	--	695,415	--	--
816,434	35,272	1,139,425	788,034	45,246
911,177	35,272	1,690,545	4,737,857	57,642
--	--	--	--	--
--	--	--	--	--
--	--	--	--	30,484
--	--	435,998	450,484	--
--	--	--	--	--
--	--	435,998	450,484	30,484
--	35,272	--	1,176,205	--
--	--	--	--	--
--	35,272	--	1,176,205	--
--	35,272	435,998	1,626,689	30,484
911,177	--	1,254,547	3,111,168	27,158
9,613,319	--	6,211,919	5,550,022	464,337
$ 10,524,496	$ --	$ 7,466,466	$ 8,661,190	$ 491,495

STATE OF NEW JERSEY
TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	New Jersey Insurance Development Fund	Real Estate Guaranty Fund	State Disability Benefit Fund
REVENUES			
Taxes	$ --	$ --	$ 184,782,030
Federal and other grants	--	--	--
Licenses and fees	--	59,986	--
Services and assessments	17,674,022	--	--
Investment earnings	--	--	3,527,844
Other	--	--	--
Total Revenues	17,674,022	59,986	188,309,874
OTHER INCREASES			
Transfers from other funds ((Note 15)	922,122	81,650	10,929,419
Proceeds from the sale of bonds	--	--	--
Other	--	--	--
Total Other Increases	922,122	81,650	10,929,419
Total Revenues and Other Increases	18,596,144	141,636	199,239,293
EXPENDITURES			
Public safety and criminal justice	4,890,521	--	--
Educational, cultural and intellectual development	--	--	--
Community development and environmental management	--	--	--
Economic planning, development and security	--	122,389	158,135,636
Government direction, management and control	--	--	--
Total Expenditures	4,890,521	122,389	158,135,636
OTHER DECREASES			
Transfers to other funds (Note 15)	--	--	14,831,428
Other	--	--	2,867,497
Total Other Decreases	--	--	17,698,925
Total Expenditures and Other Decreases	4,890,521	122,389	175,834,561
Net Increase (Decrease) in Fund Balances for the Year	13,705,623	19,247	23,404,732
FUND BALANCES - JULY 1, 1983	252,756	843,248	164,900,673
FUND BALANCES - JUNE 30, 1984	$ 13,958,379	$ 862,495	$ 188,305,405

The accompanying notes are an integral part of the financial statements.

EXPENDABLE TRUST FUNDS

State of New Jersey Cash Management Fund	Stock Workers' Compensation Security Fund	Unclaimed Bank Deposits Escheat Reserve Fund	Unclaimed Domestic Life Insurance Escheat Reserve Fund	Unclaimed Personal Property Trust Fund
$ --	$ --	$ --	$ --	$ --
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
215,640,325	1,111,004	--	--	--
--	--	2,314,886	769,798	4,221,159
215,640,325	1,111,004	2,314,886	769,798	4,221,159
--	2,738,005	600,585	163,437	926,018
--	--	--	--	--
--	--	--	--	--
--	2,738,005	600,585	163,437	926,018
215,640,325	3,849,009	2,915,471	933,235	5,147,177
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
118,682,378	--	--	--	--
--	--	282,826	27,678	576,630
118,682,378	--	282,826	27,678	576,630
96,296,951	--	1,736,165	577,272	8,161,800
--	44,979	--	--	--
96,296,951	44,979	1,736,165	577,272	8,161,800
214,979,329	44,979	2,018,991	604,950	8,738,430
660,996	3,804,030	896,480	328,285	(3,591,253)
1,446,956	41,695,387	5,298,531	1,144,316	9,411,416
$ 2,107,952	$ 45,499,417	$ 6,195,011	$ 1,472,601	$ 5,820,163

STATE OF NEW JERSEY
TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	EXPENDABLE TRUST FUNDS		
	Unemployment Compensation Fund	University of Medicine and Dentistry of New Jersey Self Insurance Reserve Fund	Unsatisfied Claim and Judgment Fund
REVENUES			
Taxes	$ 867,828,696	$ --	$ --
Federal and other grants	128,819,182	346,486	--
Licenses and fees	--	--	8,085
Services and assessments	--	--	19,978,908
Investment earnings	497,454	798,440	64,610
Other	104,043,450	--	399,502
Total Revenues	1,101,188,782	1,144,926	20,451,105
OTHER INCREASES			
Transfers from other funds (Note 15)	--	889,558	5,590,940
Proceeds from the sale of bonds	--	--	--
Other	--	--	194,171
Total Other Increases	--	889,558	5,785,111
Total Revenues and Other Increases	1,101,188,782	2,034,484	26,236,216
EXPENDITURES			
Public safety and criminal justice	--	--	--
Educational, cultural and intellectual development	--	--	--
Community development and environmental management	--	--	--
Economic planning, development and security	744,780,410	1,970,316	17,858,696
Government direction, management and control	--	--	--
Total Expenditures	744,780,410	1,970,316	17,858,696
OTHER DECREASES			
Transfers to other funds (Note 15)	--	--	705,579
Other	10,057,964	--	--
Total Other Decreases	10,057,964	--	705,579
Total Expenditures and Other Decreases	754,838,374	1,970,316	18,564,275
Net Increase (Decrease) in Fund Balances for the Year	346,350,408	64,168	7,671,941
FUND BALANCES - JULY 1, 1983	(292,936,294)	11,921,702	60,959,482
FUND BALANCES - JUNE 30, 1984	$ 53,414,114	$ 11,985,870	$ 68,631,423

The accompanying notes are an integral part of the financial statements.

	NON-EXPENDABLE TRUST FUNDS		
	Veteran's Guaranteed Loan Fund	State of New Jersey-Tischler Memorial Fund	Total Trust Funds
	$ --	$ --	$ 1,052,610,726
	--	--	170,982,935
	--	--	4,146,062
	--	--	41,390,578
	--	29,125	224,229,808
	789	--	113,426,243
	789	29,125	1,606,786,352
	6,653	3,108	28,888,975
	--	--	--
	--	130,000	1,165,804
	6,653	133,108	30,054,779
	7,442	162,233	1,636,841,131
	--	--	4,890,521
	--	224,840	36,326,643
	--	--	30,484
	--	--	1,042,436,307
	--	--	887,134
	--	224,840	1,084,571,089
	55,000	--	134,673,810
	23,261	--	13,790,454
	78,261	--	148,464,264
	78,261	224,840	1,233,035,353
	(70,819)	(62,607)	403,805,778
	78,069	487,470	98,895,865
	$ 7,250	$ 424,863	$ 502,701,643

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	Balance July 1, 1983	Additions	Deductions	Balance June 30, 1984
COMMON PENSION FUND "A"				
Assets				
Cash (Note 3)	$ --	$ 2,558,044,545	$ 2,558,016,157	$ 28,388
Investments (Note 4)	2,265,828,373	1,449,675,231	810,460,012	2,905,043,592
Receivables - Other (Note 5)	21,598,175	14,638,800	21,598,175	14,638,800
Due from other funds (Note 6)	22,130,869	983,192,323	943,246,895	62,076,297
Total Assets	$ 2,309,557,417	$ 5,005,550,899	$ 4,333,321,239	$ 2,981,787,077
Liabilities				
Accounts payable (Note 7)	$ 25,492,333	$ 3,407,000	$ 25,492,333	$ 3,407,000
Other (Note 10)	2,284,065,084	824,278,646	129,963,653	2,978,380,077
Total Liabilities	$ 2,309,557,417	$ 827,685,646	$ 155,455,986	$ 2,981,787,077
COMMON PENSION FUND "B"				
Assets				
Cash (Note 3)	$ 41,015	$ 2,162,563,587	$ 2,162,602,056	$ 2,546
Investments (Note 4)	3,202,231,927	846,349,123	287,364,655	3,761,216,395
Receivables - Other (Note 5)	92,894,416	100,927,013	92,894,416	100,927,013
Due from other funds (Note 6)	54,130,366	943,507,166	903,130,609	94,506,923
Total Assets	$ 3,349,297,724	$ 4,053,346,889	$ 3,445,991,736	$ 3,956,652,877
Liabilities				
Accounts payable (note 7)	$ --	$ --	$ --	$ --
Other (Note 10)	3,349,297,724	1,074,543,896	467,188,743	3,956,652,877
Total Liabilities	$ 3,349,297,724	$ 1,074,543,896	$ 467,188,743	$ 3,956,652,877
DISABILITY BENEFIT LIABILITY FUND				
Assets				
Cash (Note 3)	$ 449,343	$ 12,858,309	$ 13,192,955	$ 114,697
Receivables - Other (Note 5)	197,094	247,699	197,094	247,699
Due from Other funds (Note 6)	2,140,687	6,931,265	7,020,787	2,051,165
Total Assets	$ 2,787,124	$ 20,037,273	$ 20,410,836	$ 2,413,561
Liabilities				
Accounts payable (Note 7)	$ 247,551	$ --	$ 233,700	$ 13,851
Due to other funds (Note 6)	2,539,573	8,153,800	8,293,663	2,399,710
Total Liabilities	$ 2,787,124	$ 8,153,800	$ 8,527,363	$ 2,413,561

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	Balance July 1, 1983	Additions	Deductions	Balance June 30, 1984
GENERAL TRUST FUND				
Assets				
Cash (Note 3)	$ 59	$ --	$ --	$ 59
Due from other funds (Note 6)	4,705	462	--	5,167
Total Assets	$ 4,764	$ 462	$ --	$ 5,226
Liabilities				
Accounts payable (Note 7)	$ 4,764	$ 462	$ --	$ 5,226
Total Liabilities	$ 4,764	$ 462	$ --	$ 5,226
OUTSTANDING CHECKS ACCOUNT				
Assets				
Cash (Note 3)	$ 2,733	$ 3,564,538	$ 3,566,302	$ 969
Due from other funds (Note 6)	5,833,787	2,562,470	2,094,488	6,301,769
Total Assets	$ 5,836,520	$ 6,127,008	$ 5,660,790	$ 6,302,738
Liabilities				
Accounts payable (Note 7)	$ 4,748,032	$ 1,984,638	$ 1,024,231	$ 5,708,439
Due to other funds (Note 6)	1,088,488	594,299	1,088,488	594,299
Total Liabilities	$ 5,836,520	$ 2,578,937	$ 2,112,719	$ 6,302,738
RUTGERS MEDICAL SCHOOL-RESTRICTED FUND				
Assets				
Cash (Note 3)	$ 3,477	$ 3,429,779	$ 3,428,983	$ 4,273
Investments (Note 4)	--	2,007,459	38,141	1,969,318
Receivable - other (Note 5)	--	37,976	--	37,976
Due from other funds (Note 6)	3,299,192	2,325,467	1,474,600	4,150,059
Total Assets	$ 3,302,669	$ 7,800,681	$ 4,941,724	$ 6,161,626
Liabilities				
Accounts payable (Note 7)	$ 3,302,669	$ 3,368,048	$ 509,091	$ 6,161,626
Total Liabilities	$ 3,302,669	$ 3,368,048	$ 509,091	$ 6,161,626

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	Balance July 1, 1983	Additions	Deductions	Balance June 30, 1984
SCHOOL BUILDING AID CAPITAL RESERVE FUND				
Assets				
Cash (Note 3)	$ --	$ 4,297,899	$ 4,296,686	$ 1,213
Due from other funds (Note 6)	3,479,065	2,310,790	4,297,898	1,491,957
Total Assets	$ 3,479,065	$ 6,608,689	$ 8,594,584	$ 1,493,170
Liabilities				
Accounts payable (Note 7)	$ 3,479,065	$ 214,791	$ 2,200,686	$ 1,493,170
Total Liabilities	$ 3,479,065	$ 214,791	$ 2,200,686	$ 1,493,170
STATE LOTTERY AGENCY FUND				
Assets				
Investments (Note 4)	$ 60,037,797	$ 49,846,904	$ 9,412,556	$ 100,472,145
Total Assets	$ 60,037,797	$ 49,846,904	$ 9,412,556	$ 100,472,145
Liabilities				
Accounts payable (Note 7)	$ 60,037,797	$ 49,846,904	$ 9,412,556	$ 100,472,145
Total Liabilities	$ 60,037,797	$ 49,846,904	$ 9,412,556	$ 100,472,145
UNEMPLOYMENT BENEFITS LIABILITY FUND				
Assets				
Cash (Note 3)	$ 652,178	$ 14,637,309	$ 15,174,655	$ 114,832
Receivables - other (Note 5)	197,094	247,700	197,094	247,700
Due from other funds(Note 6)	3,971,700	12,716,237	14,963,382	1,724,555
Total Assets	$ 4,820,972	$ 27,601,246	$ 30,335,131	$ 2,087,087
Liabilities				
Due to other funds (Note 6)	$ 4,820,972	$ 5,521,261	$ 8,255,146	$ 2,087,087
Total Liabilities	$ 4,820,972	$ 5,521,261	$ 8,255,146	$ 2,087,087

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	Balance July 1, 1983	Additions	Deductions	Balance June 30, 1984
UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY CONSTRUCTION GRANT FUND				
Assets				
Cash (Note 3)	$ 3,210	$ 5,861,571	$ 5,862,963	$ 1,818
Investments (Note 4)	--	1,038,865	1,038,865	--
Due from other funds (Note 6)	1,600,965	4,393,806	1,642,147	4,352,624
Total Assets	$ 1,604,175	$ 11,294,242	$ 8,543,975	$ 4,354,442
Liabilities				
Accounts payable (Note 7)	$ 1,604,175	$ 4,383,094	$ 1,632,827	$ 4,354,442
Total Liabilities	$ 1,604,175	$ 4,383,094	$ 1,632,827	$ 4,354,442
UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY ENDOWMENT FUND				
Assets				
Cash (Note 3)	$ 6,911	$ 248,694	$ 255,349	$ 256
Investments (Note 4)	102,069	200,330	100,500	201,899
Receivables - other (Note 5)	4,457	9,421	4,457	9,421
Due from other funds (Note 6)	181,467	31,771	131,100	82,138
Total Assets	$ 294,904	$ 490,216	$ 491,406	$ 293,714
Liabilities				
Accounts payable (Note 7)	$ 294,904	$ 43,112	$ 44,302	$ 293,714
Total Liabilities	$ 294,904	$ 43,112	$ 44,302	$ 293,714
UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY ENDOWMENT FUND "B"				
Assets				
Cash (Note 3)	$ --	$ 4,063,919	$ 4,049,453	$ 14,466
Investments (Note 4)	5,619,242	1,504,397	1,763,782	5,359,857
Receivables-other (Note 5)	27,330	91,682	27,744	91,268
Due from other funds (Note 6)	511,310	2,060,605	2,085,000	486,915
Total Assets	$ 6,157,882	$ 7,720,603	$ 7,925,979	$ 5,952,506
Liabilities				
Accounts payable (Note 7)	$ 6,157,882	$ 424,389	$ 629,765	$ 5,952,506
Total Liabilities	$ 6,157,882	$ 424,389	$ 629,765	$ 5,952,506

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	Balance July 1, 1983	Additions	Deductions	Balance June 30, 1984
UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY GRANT FUND				
Assets				
Cash (Note 3)	$ 35	$ 36,925	$ 29,314	$ 7,646
Investments (Note 5)	296,223	--	--	296,223
Receivables-other (Note 5)	3,788	3,788	3,750	3,826
Due from other funds (Note 6)	76,334	6,910	14,500	68,744
Total Assets	$ 376,380	$ 47,623	$ 47,564	$ 376,439
Liabilities				
Accounts payable (Note 7)	$ 376,380	$ 29,373	$ 29,314	$ 376,439
Total Liabilities	$ 376,380	$ 29,373	$ 29,314	$ 376,439
UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY GRANT FUND "B"				
Assets				
Cash (Note 3)	$ 2,057	$ 4,092,717	$ 4,093,007	$ 1,767
Investments (Note 4)	--	1,000,000	17,969	982,031
Receivables - other (Note 5)	--	8,094	--	8,094
Due from other funds (Note 6)	1,497,921	3,204,452	1,146,000	3,556,373
Total Assets	$ 1,499,978	$ 8,305,263	$ 5,256,976	$ 4,548,265
Liabilities				
Accounts payable (Note 7)	$ 1,499,978	$ 3,220,263	$ 171,976	$ 4,548,265
Total Liabilities	$ 1,499,978	$ 3,220,263	$ 171,976	$ 4,548,265
TOTAL - ALL AGENCY FUNDS				
Assets				
Cash (Note 3)	$ 1,161,018	$ 4,773,699,792	$ 4,774,567,880	$ 292,930
Investments (Note 4)	5,534,115,631	2,351,622,309	1,110,196,480	6,775,541,460
Receivables - other (Note 5)	114,922,354	116,212,173	114,922,730	116,211,797
Due from other funds (Note 6)	98,858,368	1,963,243,724	1,881,247,406	180,854,686
Total Assets	$ 5,749,057,371	$ 9,204,777,998	$ 7,880,934,496	$ 7,072,900,873
Liabilities				
Accounts payable (Note 7)	$ 107,245,530	$ 66,922,074	$ 41,380,781	$ 132,786,823
Other (Note 10)	5,633,362,808	1,898,822,542	597,152,396	6,935,032,954
Due to other funds (Note 6)	8,449,033	14,269,360	17,637,297	5,081,096
Total Liabilities	$ 5,749,057,371	$ 1,980,013,976	$ 656,170,474	$ 7,072,900,873

The accompanying notes are an integral part of the financial statements.

GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP

STATE OF NEW JERSEY
GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP
BALANCE SHEET
JUNE 30, 1984 AND JUNE 30, 1983

	1984	1983
ASSETS		
RECEIVABLES		
Other (Note 5)	$ 16,446,734	$ 7,014,953
OTHER ASSETS		
Amount to be provided for:		
Retirement of general obligation bonds (Note 12)	2,236,260,000	2,226,855,000
Payment of capital leases (Note 13)	494,424,450	476,495,602
Total Assets	$ 2,747,131,184	$ 2,710,365,555
LIABILITIES		
Deferred compensation payable (Note 5)	$ 16,446,734	$ 7,014,953
General obligation bonds payable (Note 12)	2,236,260,000	2,226,855,000
Capital leases payable (Note 13)	494,424,450	476,495,602
Total Liabilities	$ 2,747,131,184	$ 2,710,365,555

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
STATEMENT OF OUTSTANDING BONDS
JUNE 30, 1984

	ACT OF	AUTHORIZED	UNISSUED	RETIRED	OUTSTANDING
Beaches and Harbors	1977	$ 30,000,000	$ 3,000,000	$ 800,000	$ 26,200,000
Clean Waters	1976	120,000,000	9,000,000	16,270,000	94,730,000
Community Development	1982	85,000,000	85,000,000	--	--
Correctional Facilities Construction	1982	170,000,000	120,000,000	--	50,000,000
Emergency Flood Control	1978	25,000,000	11,000,000	1,200,000	12,800,000
Energy Conservation	1980	50,000,000	35,000,000	1,500,000	13,500,000
Farmland Preservation	1981	50,000,000	44,000,000	--	6,000,000
Hazardous Discharge	1981	100,000,000	100,000,000	--	--
Higher Education Construction	1971	155,000,000	--	49,700,000	105,300,000
Highway Improvement	1930	58,000,000	--	56,450,000	1,550,000
Institutional Construction	1978	100,000,000	--	8,000,000	92,000,000
Institutions Construction	1976	80,000,000	--	8,610,000	71,390,000
Medical Education Facilities	1977	120,000,000	--	16,000,000	104,000,000
Natural Resources	1980	145,000,000	100,000,000	2,000,000	43,000,000
New Jersey Bridge Rehabilitation and Improvement	1983	135,000,000	135,000,000	--	--
New Jersey Green Acres	1983	135,000,000	135,000,000	--	--
New Jersey Institutions Construction	1964	50,000,000	--	33,200,000	16,800,000
Public Building Construction	1968	337,500,000	--	131,750,000	205,750,000
Public Purpose Buildings Construction	1980	159,000,000	62,000,000	1,500,000	95,500,000
Shore Protection	1983	50,000,000	50,000,000	--	--
State Facilities for Handicapped	1973	25,000,000	--	11,500,000	13,500,000
State Higher Education Construction	1964	40,100,000	--	27,800,000	12,300,000
State Housing Assistance	1968	12,500,000	--	5,700,000	6,800,000
State Institution Construction	1960	40,000,000	--	34,700,000	5,300,000
State Land Acquisition and Development	1978	200,000,000	95,000,000	6,450,000	98,550,000
State Mortgage Assistance	1976	25,000,000	--	3,620,000	21,380,000
State Recreation and Conservation Land Acquisition	1961	60,000,000	--	50,400,000	9,600,000
State Recreation and Conservation Land Acquisition	1971	80,000,000	--	20,630,000	59,370,000
State Recreation and Conservation Land Acquisition and Development	1974	200,000,000	5,000,000	32,290,000	162,710,000
State Transportation	1968	640,000,000	--	230,110,000	409,890,000
Transportation Rehabilitation and Improvement	1979	475,000,000	120,500,000	10,500,000	344,000,000
Water Conservation	1969	271,000,000	47,000,000	82,510,000	141,490,000
Water Development	1958	45,850,000	--	41,850,000	4,000,000
Water Supply	1981	350,000,000	341,000,000	150,000	8,850,000
TOTAL		$ 4,618,950,000	$ 1,497,500,000	$ 885,190,000	$ 2,236,260,000

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
STATEMENT OF CHANGES IN GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ACT OF	OUTSTANDING JUNE 30, 1983	ADDITIONS	DEDUCTIONS	OUTSTANDING JUNE 30, 1984
Beaches and Harbors	1977	$ 21,600,000	$ 5,000,000	$ 400,000	$ 26,200,000
Clean Waters	1976	98,830,000	--	4,100,000	94,730,000
Community Development	1982	--	--	--	--
Correctional Facilities Construction	1982	50,000,000	--	--	50,000,000
Emergency Flood Control	1978	13,200,000	--	400,000	12,800,000
Energy Conservation	1980	9,000,000	5,000,000	500,000	13,500,000
Farmland Preservation	1981	2,000,000	4,000,000	--	6,000,000
Hazardous Discharge	1981	--	--	--	--
Higher Education Construction	1971	112,400,000	--	7,100,000	105,300,000
Highway Improvement	1930	1,990,000	--	440,000	1,550,000
Institutional Construction	1978	95,900,000	--	3,900,000	92,000,000
Institutions Construction	1976	74,110,000	--	2,720,000	71,390,000
Medical Education Facilities	1977	108,000,000	--	4,000,000	104,000,000
Natural Resources	1980	29,000,000	15,000,000	1,000,000	43,000,000
New Jersey Bridge Rehabilitation and Improvement	1983	--	--	--	--
New Jersey Green Acres	1983	--	--	--	--
New Jersey Institutions Construction	1964	19,800,000	--	3,000,000	16,800,000
Public Building Construction	1968	219,600,000	--	13,850,000	205,750,000
Public Purpose Buildings Construction	1980	67,000,000	30,000,000	1,500,000	95,500,000
Shore Protection	1983	--	--	--	--
State Facilities for Handicapped	1973	16,300,000	--	2,800,000	13,500,000
State Higher Education Construction	1964	15,100,000	--	2,800,000	12,300,000
State Housing Assistance	1968	7,400,000	--	600,000	6,800,000
State Institution Construction	1960	7,100,000	--	1,800,000	5,300,000
State Land Acquisition and Development	1978	92,450,000	10,000,000	3,900,000	98,550,000
State Mortgage Assistance	1976	22,170,000	--	790,000	21,380,000
State Recreation and Conservation Land Acquisition	1961	12,200,000	--	2,600,000	9,600,000
State Recreation and Conservation Land Acquisition	1971	62,050,000	--	2,680,000	59,370,000
State Recreation and Conservation Land Acquisition and Development	1974	170,040,000	--	7,330,000	162,710,000
State Transportation	1968	438,300,000	--	28,410,000	409,890,000
Transportation Rehabilitation and Improvement	1979	300,250,000	50,000,000	6,250,000	344,000,000
Water Conservation	1969	151,565,000	--	10,075,000	141,490,000
Water Development	1958	6,500,000	--	2,500,000	4,000,000
Water Supply	1981	3,000,000	6,000,000	150,000	8,850,000
Deferred Compensation (Note 5)	-	7,014,953	10,371,934	940,153	16,446,734
Capital Leases (Notes 13)	-	476,495,602	29,315,406	11,386,558	494,424,450
TOTAL		$ 2,710,365,555	$ 164,687,340	$ 127,921,711	$ 2,747,131,184

The accompanying notes are an integral part of the financial statements.

DESCRIPTION OF FUNDS

STATE OF NEW JERSEY
DESCRIPTION OF FUNDS

SPECIAL REVENUE FUNDS

Alcohol Education, Rehabilitation And Enforcement Fund (P.L. 1983, c 531)

This fund accounts for 10.75% of the tax revenues from the "Alcohol Education, Rehabilitation and Enforcement Act". Such tax is 7.3% of the receipts from every sale of alcoholic beverages, except draught beer sold by the barrel, by any wholesaler to any retail licensee. Interest received on moneys in the fund shall be credited to the fund.

Of the moneys deposited in the first year into the fund, $2,000,000 has been allocated for the establishment of Intoxicated Driver Resource Centers. An additional $20,000 has been allocated for the establishment of a pilot project of portable roadside breath analyzers. The moneys remaining in the fund in the first year have been dedicated as follows: 70% for rehabilitation; 20% for enforcement; and 10% for education.

The moneys collected in each subsequent year shall be annually dedicated as follows: 75% to rehabilitation; 15% to enforcement; and 10% to education.

Beaches And Harbor Fund (P.L. 1977, c.208)

An amount of $30,000,000 was authorized to research, plan, acquire, develop, construct, and maintain beaches and harbors.

Boarding House Rental Assistance Fund (P.L. 1981, c.515)

The purpose of this Fund is to finance life safety improvement loans by the Housing Finance Agency for the benefit of residents of boarding homes; and to provide a source of repayment for such life safety improvement loans.

Casino Control Fund (N.J.S.A. 54:12-143)

The Casino Control Fund accounts for fees from the issuance and annual renewal of casino licenses, work permit fees, and other license fees. Appropriations fund the operations of the Casino Control Commission and the Division of Gaming Enforcement.

Casino Revenue Fund (N.J.S.A. 54:12-145)

The Casino Revenue Fund accounts for the tax on gross revenues generated by the casinos. Gross revenue refers to the total of all sums actually received by a licensee from gaming operations, less the total sums paid out as winnings to patrons and a deduction for uncollectible gaming receivables. Appropriations from this fund must be used for reductions in property taxes, utility charges and other specified expenses of eligible senior citizens.

Clean Waters Fund (P.L. 1976, c.92)

An amount of $120,000,000 was authorized to research, plan, acquire, develop, construct, and maintain water supply and waste water treatment facilities.

Clients' Security Fund

This fund was established for the purpose of reimbursing, to the extent and in the manner provided by rules and regulations, losses resulting from dishonest conduct by members of the Bar of the State of New Jersey. Annual payments are made to this fund by each member of the Bar of the State of New Jersey.

Emergency Flood Control Fund (P.L. 1978, c.78)

An amount of $25,000,000 was authorized to acquire, develop, construct, and maintain flood control facilities and for the development of a comprehensive flood control master plan.

SPECIAL REVENUE FUNDS (CONTINUED)

Farmland Preservation Fund (P.L. 1981, c. 276)

An amount of $50,000,000 was authorized for the purpose of the retention and development of farmland for agricultural use and production.

Gubernatorial Elections Fund (N.J.S.A. 54A:9-25.1)

The Gubernatorial Elections Fund accounts for receipts from the one dollar designation on New Jersey Gross Income Tax returns. When indicated by the taxpayer, one dollar of the tax is reserved from gross income tax revenues (Property Tax Relief Fund) and credited to the Gubernatorial Elections Fund. These funds are available for appropriation pursuant to The New Jersey Campaign Contributions and Expenditures Reporting Act, as amended.

Hazardous Discharge Fund (P.L. 1981, c.275)

An amount of $100,000,000 was authorized for identification and clean-up and removal of hazardous discharges. Earnings from the investments shall be paid to the General Fund.

Housing Assistance Fund (P.L. 1968, c.127)

An amount of $12,500,000 was authorized for interest rate subsidies on contracts and agreements with qualified mortgagors and mortgagees of housing developments to decrease rental and carrying charges to low and moderate income occupants of such housing; also, to provide financial assistance to qualified housing developments, constructed, financed, or rehabilitated under Federal law and moderate income financing programs.

Luxury Tax Fund (P.L. 1979, c. 273 As Amended)

This Fund accounts for revenues collected under the provisions of the Luxury Tax Fund Act. The Act amends existing statutes wherein Atlantic City imposes a tax on certain sales and services. A portion of these tax revenues are dedicated to the payment of debt service on bonds issued for construction of Convention Hall facilities, debt service on bonds issued for low and moderate income housing, subsidization of Convention Center operating budget deficits and providing housing opportunities for low and moderate income families.

Medical Education Facilities Fund (P.L. 1977, c.235)

An amount of $120,000,000 was authorized to refinance revenue bonds issued in 1974 by the New Jersey Health Care Facilities Financing Authority, so as to reduce interest costs for the construction of the teaching hospital at the University of Medicine and Dentistry of New Jersey. Such authorization also provided substantial savings ($25 million) which are available for the construction of other medical facilities.

Mortgage Assistance Fund (P.L. 1976, c.94)

An amount of $25,000,000 was authorized for mortgage assistance and to spur construction, rehabilitation, and maintenance of housing for senior citizens and families of low and moderate income, and to provide funds for second mortgages and for a neighborhood preservation program.

Natural Resources Fund (P.L. 1980, c.70)

An amount of $145,000,000 was authorized to fund State and local projects for resource recovery, sewage treatment, water supply, dam restoration, and harbor clean-up projects.

SPECIAL REVENUE FUNDS (CONTINUED)

New Jersey Spill Compensation Fund (N.J.S.A. 58:10-23.11i)

Receipts from taxes and penalties levied upon each owner or operator of a major facility of hazardous substances are deposited in this Fund. The tax is measured by the number of barrels of hazardous substances of the first transfer to the major facility. Payments may be authorized for clean-up costs, removal costs, research, and payments of approved claims.

Office Of Attorney Ethics

The Fund was established for the purpose of performing random audits of the books and records of New Jersey Attorneys for compliance with standards established by the Supreme Court of New Jersey ("Court"). The rules and regulations by which the Fund is administered have been approved by the Supreme Court of the State of New Jersey.

Property Tax Relief Fund (N.J.S.A. 54A:9-25)

The Property Tax Relief Fund accounts for revenues from the New Jersey Gross Income Tax. Revenues realized from the Gross Income Tax are dedicated by the State Constitution. All receipts from taxes levied on personal income of individuals, estates, and trusts must be appropriated exclusively for the purpose of reducing or offsetting property taxes. Annual appropriations are made from the fund, pursuant to formulas established by the Legislature, to counties, municipalities, and school districts.

Safe Drinking Water Fund (P.L. 1983, C.443)

This fund accounts for tax revenues collected from owners or operators of public community water systems pursuant to the "Safe Drinking Water Act". Moneys in this fund are subject to appropriation to the Department of Environmental Protection for all costs associated with the department's administration of programs set forth in the "Act".

Sanitary Landfill Facility Contingency Fund (P.L. 1981, c.306)

Receipts from taxes and penalties levied upon each owner or operator of every sanitary landfill facility are deposited in this Fund. The tax is levied per cubic yard of solids and per gallon of liquids. The fund shall be liable for all direct and indirect damages resulting from the operations or closure of any sanitary landfill.

State Land Acquisition And Development Fund (P.L. 1978, c.118)

An amount of $200,000,000 was authorized for State and local acquisition and development to continue efforts to conserve open space and provide recreation areas. Half of the amount is allocated to urban areas.

State Lottery Fund (N.J.S.A. 5:9-21)

This fund includes the moneys from the sale of state lottery tickets. Disbursements are authorized for the payment of prizes to holders of winning lottery tickets or shares and for administrative expenses of the Division of State Lottery. The balance of funds are paid over to the General Fund in support of the amounts annually appropriated for State institutions and for education.

State Recreation And Conservation Land Acquisition Fund (P L. 1971, c.165)

An amount of $80,000,000 was authorized to enable the State to acquire lands and to provide for State grants to assist municipalities and counties and other units of local government to acquire lands for recreation and conservation purposes.

SPECIAL REVENUE FUNDS (CONTINUED)

State Recreation And Conservation Land Acquisition and Development Fund (P.L. 1974, c. 102)

An amount of $200,000,000 was authorized to enable the State to acquire and develop lands and to provide for State grants to assist municipalities and counties and other units of local governments to acquire and develop lands for recreation and conservation purposes.

State Recycling Fund (P.L. 1981, c.278)

Receipts from taxes and penalties levied upon each owner or operator of a sanitary landfill facility are deposited in this Fund. The tax is levied per cubic yard of all solid waste accepted for disposal at the facility. Grants are made to seek solutions to energy, environmental and economic problems.

State Water Development Fund (P.L. 1958, c.35)

An amount of $45,850,000 was authorized to conduct research, acquire, construct, and develop water supplies for potable, industrial, irrigational, and other purposes.

Superior Court Trust Fund

This fund accounts for moneys representing deposits made in court as a result of litigation, including foreclosures, condemnations, liquidations, dissolutions, good faith deposits by liability insurers, sale of infants' lands, insolvencies, receiverships and interpleaders.

Transportation Benefit Fund (N.J.S.A. 54:8A-106)

Pursuant to P.L. 1976, chapter 126, an agreement was made with the State of Pennsylvania that each state would collect income tax on compensation from its own citizens effective January 1, 1978. Except for miscellaneous tax receipts and refunds to taxpayers of prior years, this fund is now inactive.

Transportation Fund (N.J.S.A. 54:18A-20)

Receipts of taxes from the Emergency Transportation Tax Act are credited to this Fund. Such tax is on the income of New Jersey residents derived from sources within a "critical area state" other than New Jersey, and on the income of residents of another "critical area state" derived from sources within New Jersey. The critical area state was determined by the Commissioner of Transportation to be New York. Each taxpayer subject to the Emergency Transportation Tax Act, is required to compute the tax due the State for both the Emergency Transportation Tax and the New Jersey Gross Income Tax, and to pay the greater tax due, which is credited hereto. The amount applicable to the tax, as calculated for the New Jersey Gross Income Tax, is first allocated and transferred to the Property Tax Relief Fund and reported by the State under the revenues of the Gross Income Tax in the Property Tax Relief Fund of the General Treasury. The funds are used to improve transportation and transportation facilities in the critical areas covered by the Act.

Unemployment Compensation Auxiliary Fund (N.J.S.A. 43:21-14g)

Amounts collected as penalties and interest assessed against employers who have failed to make payment of contributions required under the Unemployment Compensation Law to the State on a timely basis are deposited in this Fund.

Payments from the fund are authorized for the refund of any interest and/or penalty credited hereto, determined to have been collected or remitted by mistake. The remaining amounts may be expended by appropriations for administrative costs of the Unemployment Compensation Law and for costs of programs which generate employment, such as the Work Incentive Program (WIN), authorized training programs, and economic development activities

SPECIAL REVENUE FUNDS (CONTINUED)

Water Conservation Fund (P.L. 1969, c.127)

An amount of $271,000,000 was authorized to conduct research, plan, acquire, develop, construct, and maintain water supply and waste water treatment facilities for the preservation, sale, or exchange of water for potable, industrial, commercial, irrigational, recreational, and other public purposes.

Water Supply Fund (P.L. 1981, c.261)

An amount of $350,000,000 was authorized to provide loans for State or local projects for the rehabilitation, repair or consolidation of antiquated, damaged or inadequately operating water supply facilities, as recommended by the New Jersey Water Supply Master Plan. Earnings from the investments shall be paid into the General Fund.

Worker And Community Right To Know Fund (P.L. 1983, c.315))

This fund was established to account for all fees collected from employers pursuant to the "Worker and Community Right to Know Act". Moneys in the fund are to be allocated on a percentage basis for expenses incurred in connection with the Act's provisions by the Department of Health, Department of Environmental Protection, Department of Labor and the Department of the Treasury.

CAPITAL PROJECTS FUNDS

Correctional Facilities Construction Fund (P.L. 1982, c.120)

An amount of $170,000,000 was authorized for construction of new medium security prisons, a program of county assistance and renovations and modifications to existing State facilities.

Energy Conservation Fund (P.L. 1980, c. 68)

An amount of $50,000,000 was authorized, of which $3,000,000 is for energy audits and $47,000,000 is for energy-saving renovations to educational facilities, institutions, and public buildings of the State.

Higher Education Buildings Construction Fund (P.L. 1971, c. 164)

An amount of $155,000,000 was authorized for the acquisition, construction, reconstruction, development, improvement, and equipment for State institutions of higher education and for county colleges.

Institutional Construction Fund (P.L. 1978, c.79)

An amount of $100,000,000 was authorized to construct or rehabilitate facilities for the mentally retarded in concert with the federal program for Intermediate Care Facilities/Mentally Retarded (ICF/MR) and the construction or rehabilitation of mental health and correctional facilities. In addition, funds were used for a library for the blind and handicapped and a forensic laboratory for the State Medical Examiner.

Institutions Construction Fund (P.L. 1976, c. 93)

An amount of $80,000,000 was authorized to provide safe and humane facilities at institutions for the mentally ill, mentally retarded, and incarcerated through construction of new facilities or rehabilitation and improvement of existing facilities.

CAPITAL PROJECTS FUNDS (CONTINUED)

Public Buildings Construction Fund (P.L. 1968, c. 128)

An amount of $337,500,000 was authorized for construction, reconstruction, development, extension, and equipping of public buildings for State institutions, higher education, including State and county colleges, vocational education, and for a statewide television and radio network.

Public Purpose Buildings Construction Fund (P.L. 1980, c. 119)

An amount of $159,000,000 was authorized for construction of public purpose buildings, including $50,000,000 for facilities for the mentally retarded, $67,000,000 for correctional facilities, $7,000,000 for a veterans' long-term care facility, $3,500,000 for facilities for children in need of supervision, and $21,500,000 for facilities for the mentally ill.

$10,000,000 of the proceeds from the sale of bonds was authorized to be segregated and held aside for guarantees providing that the moneys shall be pledged as security for the obligation.

State Facilities For Handicapped Fund (P.L. 1973, c. 149)

An amount of $25,000,000 was authorized for expansion and renovation of the Marie H. Katzenbach School for the Deaf and for the planning, acquisition, improvements, and construction of regional day-school facilities to educate children with severe handicaps.

State 1964 Institution Construction Fund (P.L. 1964, c. 144)

An amount of $50,000,000 was authorized for construction of or renovations to State mental, charitable, hospital, relief, training, and correctional institutional buildings.

State Transportation Fund (P.L. 1968, c. 126)

An amount of $640,000,000 was authorized to improve the State public transportation system. Of this amount, $200,000,000 was reserved for mass transportation facilities; the balance was reserved for the improvement of State highways.

Transportation Rehabilitation And Improvement Fund Of 1979 (P.L. 1979, c. 165)

An amount of $475,000,000 was authorized to provide an improved transportation system for the State. Of this amount, $150,000,000 was reserved for the improvement of public transportation facilities; $80,000,000 was reserved for the improvement of county and municipal roads; and $245,000,000 was reserved for the improvement of State highways.

TRUST FUNDS

Emergency Services Fund (52:14E-5)

This fund was established in 1972 to reimburse municipalities or counties for damage or excess costs as a result of an emergency. Payments must be certified by the Governor's Advisory Council and approved by the Governor.

TRUST FUNDS (CONTINUED)

Fund For Support Of Free Public Schools

This fund was formerly known as "The School Fund." The constitution of 1844 provided that such funds for the support of free schools remain a perpetual fund (Article VII, Section IV, Paragraph 2). The accounting for the moneys deposited and expended is recorded by the use of two funds. i.e. School Fund--Income Account, and School Fund--Investment Account.

The School Fund--Income Account consists of rents received on leased riparian lands of the State, licenses, and fees related to such lands, and the income from earnings on investment. The income is appropriated by the Annual Appropriations Act for the support of free public schools. The income of the Fund is then transferred to the General Fund in support of such appropriations.

The School Fund--Investment Account is utilized for the proceeds of the sale of riparian lands of the State which are held and reserved as a perpetual fund. Moneys reserved may be used to purchase bonds of a school district, issued for school purposes after December 4, 1958, from the bondholders or to pay to such bondholders the interest due thereon when such school district has certified to the Commissioner of Education and the Director of Local Government Services its inability to meet the payments.

P.L. 1980, c.72 enacted on July 16, 1980, known as the "New Jersey School Bond Reserve Act," provides for the establishment of a School Bond Reserve within the School Fund, in an amount equal to at least 1 1/2% of the aggregate issued and outstanding bonded indebtedness of counties, municipalities or school districts for school purposes, exclusive of bonds the debt service for which is provided by State appropriations.

Higher Education Assistance Fund (18A-72-8)

This Fund accounts for the guaranteed loans made by financial institutions to assist qualified persons in meeting the costs of higher education in certain educational institutions. Defaulted loans are purchased from the financial institutions. A direct loan program was subsequently added to the Fund activities.

Motor Vehicle Liability Security Fund (39:6-94)

Moneys credited from receipts of insurers authorized to deal in vehicle liability insurance for New Jersey motor vehicles is deposited in this fund. The Act provides for the payment of remaining benefits payable in the event of insolvency of the insurer.

Motor Vehicle Security-Responsibility Fund (39:6-30.1)

Security deposits made by motorists not having the required minimum motor vehicle insurance coverage in the State, who have been involved in a motor vehicle accident resulting in bodily injury or death, and/or property damage are recorded in this Fund. The deposits may be disbursed in satisfaction of judgments rendered and/or the return to motorist of such unused portion upon release of liability.

Mutual Workers' Compensation Security Fund
Stock Workers' Compensation Security Fund (34:15-112 and 105)

Moneys received from assessments levied against mutual and stock insurance carriers writing workers' compensation insurance in the State are deposited in this Fund. Payments from the Mutual or Stock Workers' Compensation Fund are made to persons entitled to receive workers' compensation when a mutual or stock carrier is determined to be insolvent.

New Home Warranty Security Fund (46:3B-7)

Moneys received from participating builders of dwellings not previously occupied, excluding those constructed solely for lease are deposited in this Fund. Payments are authorized by approved claims of owners for defects in new homes covered by the new home warranty.

TRUST FUNDS (CONTINUED)

New Jersey Federal-State Rural Rehabilitation Fund

This Fund was established to receive moneys from the Federal government previously accounted for by the Department of Agriculture. The moneys are available for loans to farmers in New Jersey.

New Jersey Insurance Development Fund (17:37A-18)

Receipts derived from a surcharge on all basic property insurance premiums paid for insurance policies written in the State, collected by the insurer, and remitted to the State are deposited in this Fund. Payments from the Fund reimburse any insurer or the New Jersey Insurance Underwriting Association for losses sustained. The reimbursement in any given calendar year shall not, however, exceed 5 percent of the insurance premiums written on essential property insurance in the State in the most recent full calendar year.

Real Estate Guaranty Fund (45:15-34)

Moneys received from additional fees on annual licenses of real estate brokers and real estate salesmen are deposited in this Fund. Claim payments, as certified by court orders, are made to persons aggrieved by the embezzlement, conversion, or unlawful obtaining of money or property by a licensed real estate broker or a real estate salesman, or an unlicensed employee of a real estate broker.

State Disability Benefit Fund (43:21-46a)

Deposits from contributions of workers and employers who are subject to the contribution section on taxable wages under the unemployment compensation law of the State; and from special assessments, fines, penalties, and investment earnings are recorded in the Fund. Payments from the Fund may be made to persons entitled to disability benefits and benefits not covered by the Workers' Compensation Law, for authorized refunds of contributions and for administrative expenses.

State Of New Jersey Cash Management Fund (52:18-90.4)

This is a common trust fund to consolidate moneys for investments. Various bond funds, trust funds, and agency funds are used to purchase units of value in the State of New Jersey Cash Management Fund. The law also permits participation in the fund by municipalities, counties, school districts, or any other public body corporate and politic.

State Of New Jersey--Tischler Memorial Fund

This Fund was established under the authority of the State Treasurer in accordance with the terms of a bequest to the State of New Jersey; the principal amount of the Fund is to be invested in a prudent manner and the income from such investment is to be used for library materials.

Unclaimed Bank Deposits Escheat Reserve Fund (17:9-25b)

This Fund accounts for moneys received from banks located within the State, representing unclaimed balances of depositors' deposits which, after ten years, are escheatable to the State. Seventy-five percent of the receipts are escheated to the General Fund of the State. The remaining twenty-five percent is retained in the Fund. Earnings on the investment of the moneys of the Fund inure to the credit of the Fund.

Payments from the Fund are authorized for (a) payment of the seventy-five percent that escheats to the General Fund of the State; (b) payments of claims submitted and approved of the principal amounts escheated; and (c) for the payment of expenses and costs incurred by the State Treasurer and the Attorney General for administrative purposes.

TRUST FUNDS (CONTINUED)

Unclaimed Domestic Life Insurance Escheat Reserve Fund (17:34-54)

This Fund accounts for any unclaimed moneys received from the insurance companies authorized to write life insurance in the State, due and payable to any person entitled and which has remained unclaimed after a five-year period. Seventy-five percent of the receipts are escheated to the General Fund. The remaining twenty-five percent, if still unclaimed, escheats to the General Fund after five additional years.

Payments from the Fund are authorized to transfer those amounts escheatable to the General Fund and for the payment of any approved claim to or in behalf of any person entitled to receive the same. Earnings on any funds invested are also authorized to be transferred to the General Fund.

Unclaimed Personal Property Trust Fund (2A:37-41)

Amounts received by the State from holders of personal property, presumed abandoned, due and payable to owners of last known address but unclaimed for various past successive years, are received into this Fund. Seventy-five percent of such amounts are escheated to the General Fund when received. The remaining twenty-five percent is retained in the Fund for five years. Payments from the Fund are authorized for loans by legislation as enacted by the Legislature and approved by the Governor. Payments of claims presented by the owner are made after approval by the State Treasurer. The balance of the twenty-five percent retained for the five-year period which has not been claimed by the owners is then escheatable to the General Fund. Amounts representing unclaimed pensions do not escheat to the State. Such amounts escheat back to the respective pension fund from where payable. Should any claim approved for payment exceed the balance of moneys available herein, the difference is payable out of unappropriated funds of the General Fund.

Unemployment Compensation Fund (43:21-9a)

This Fund accounts for moneys deposited from contributions of employers and employees for unemployment compensation; also, to account for amounts credited or advances made by the Federal government and amounts received herein from any other source.

After consideration is given to any claim for refund of overpayment of contributions, the remainder is transferred by the Division of Employment Security to the Treasurer of the United States for credit to the State of New Jersey Unemployment Compensation Fund and held by the Treasurer of the United States in the State of New Jersey Unemployment Trust Fund. Drawdowns against the State of New Jersey Unemployment Trust Fund are made by requests submitted to the Treasurer of the United States by the Division of Employment Security on an as-need basis, which amounts are transferred back to the Unemployment Compensation Fund and are then disbursed by the Division of Employment Security to persons entitled to receive unemployment benefits.

Any shortfall in the Unemployment Compensation Fund needed to pay benefits is covered by Federal statutes which authorize advances from the Federal government for unemployment benefits. Such advances are repayable by increased rates on Federally taxable wages reported by New Jersey employers, or the advances may be repaid out of the Fund assets at any time by the Governor.

University Of Medicine And Dentistry Of New Jersey--Self-Insurance Reserve Fund

This Fund is established by a trust agreement between the State and the University of Medicine and Dentistry to cover malpractice claims against the hospitals and the University. Fund deposits are managed by the Division of Investment with earnings increasing the Fund. This insurance is required by the New Jersey Health Care Facilities Financing Authority for protection of the authority's bondholders.

Unsatisfied Claim And Judgment Fund (39:6-63)

Receipts from insurance companies, as assessed by the Director of the Division of Motor Vehicles, recoveries of judgments entered against uninsured motorists, and amounts credited from earnings on investments are deposited in this fund.

TRUST FUNDS (CONTINUED)

Unsatisfied Claim And Judgment Fund (39:6-63) (Continued)

Payments are authorized for approved claims to entitled persons resulting from bodily injury, death, and/or damage to property up to specified maximum amounts, exclusive of interest and costs. In addition, payments of no-fault benefits on hit and run and non-insured cases resulting in bodily injury caused by an accident involving a motor vehicle are likewise authorized. Payments are made for amounts of medical expense benefits which exceed the maximum allowable amount payable for medical expense coverage under the no-fault provision of the New Jersey Automobile Reparation Reform Act. Administrative expenses are also payable as are approved refunds of excess recoveries on judgments.

Veterans' Guaranteed Loan Fund (38:23B-5)

This Fund accounts for funds that guarantee bank loans to certain war veterans. Upon request by the lending bank, a loan to a veteran on which principal is unpaid thirty days after date of maturity or on which installments are more than three months in arrears, together with any unpaid accrued interest, may be purchased by the Fund upon approval of the Veterans' Loan Authority. The Authority thereupon assumes the responsibility for the collection of the defaulted loan and any accrued interest thereon that has been purchased from the bank by the Fund. Receipts are applied against the principal and/or interest of the defaulted loan. Payments from the Fund are also authorized for all administrative expenses.

AGENCY FUNDS

Common Pension Fund "A"
Common Pension Fund "B" (52:18A-90.1)

The Division of Investment is authorized to establish, maintain and operate common trust funds. Pension deposits from various funds are transferred for investment purposes to these common pension funds. Funds representing original sums plus accumulated earnings are then returned to the Division of Pensions and credited to the respective pension funds.

Disability Benefit Liability Fund (43:21-27)

This fund includes the amounts withheld from State employees' salaries for State employees' disability benefits and for the State's share of funds appropriated by the annual appropriations act, which in total are transferred to the State Disability Benefit Fund.

General Trust Fund (52:18-25.2b)

The principal amount of bonds and coupons unredeemed over two years are withdrawn from bank accounts and deposited in this Fund for investment. When presented for payment these overdue bonds and coupons are redeemed from this Fund.

Outstanding Checks Account (52:18-25.1)

Amounts withdrawn from State demand bank accounts, over which the State Treasurer has custody and control, which represent outstanding and unpaid checks over one year old are deposited in this Fund. These amounts are held until (a) the outstanding check is present for payment, or (b) the check is outstanding for a period of six years, in which case the amount is transferred to the General Fund.

Rutgers Medical School--Restricted Fund (52:18A-90.1)

The Division of Investment is permitted to establish, maintain, and operate one or more common trust funds. Moneys in the above Fund, formerly held and maintained by Rutgers University, were turned over to the State for investment management purposes and are returnable, together with the investment earnings, to the university.

AGENCY FUNDS (CONTINUED)

School Building Aid--Capital Reserve Fund (18:10-29.54)

This is a building aid reserve fund for each school district having funds on deposit as of September, 1975. Deposits as of that date, together with amounts credited from investment earnings to each school district, may be disbursed for: (1) principal and interest payments to holders of bonds issued by the school district after the effective date of the act, when such school district has certified to the Commissioner of Education and the Director of the Division of Local Government Services its inability to meet the payments thereof; (2) payments to the school district up to the balance of the credit of such school district, to the extent that such withdrawal is anticipated as revenue in the school district budget for the current year, or withdrawn for capital purposes authorized by ordinance or by vote of the electors of the school district.

State Lottery Agency Fund

The present value of obligations for future installment payments of lottery prizes funded by the purchase of deposit fund contracts are accounted for in this fund.

Unemployment Benefits Liability Fund (43:21-7.3f)

This Fund accounts for receipts of wage earners' contributions withheld on wages subject to the Unemployment Compensation Law, paid to persons employed by the State, and the receipt of amounts appropriated to the General Fund by the Legislature and transferred hereinto as the employer's share of contributions. Payments are made directly to the Unemployment Compensation Fund of the State as reimbursements to that Fund for unemployment benefits paid to persons formerly employed by the State and eligible to receive such benefits.

University Of Medicine And Dentistry Of New Jersey Construction Grant Fund
University Of Medicine And Dentistry Of New Jersey Endowment Fund
University Of Medicine And Dentistry Of New Jersey Endowment Fund "B"
University Of Medicine And Dentistry Of New Jersey Grant Fund
University Of Medicine And Dentistry Of New Jersey Grant Fund "B"(52:18A-90.1)

Moneys in these funds formerly managed by the University of Medicine and Dentistry were turned over to the State for investment management purposes. The funds plus earnings are returnable to the University.

STATISTICAL SECTION

STATE OF NEW JERSEY
NEW JERSEY STATE GOVERNMENT WITHIN THE FEDERAL/STATE/LOCAL TAX SYSTEM
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

GENERAL FRAMEWORK

The people of New Jersey receive services from the three levels of government--federal, state, and local. The intergovernmental system is such that the money needed to finance these services may come from one or more of these levels of government. The transfer of this money from one level of government to another comes in the form of intergovernmental revenue.

In New Jersey, as in most states, the cost of these services may vary from one jurisdiction to another. Such factors as the ability of a local government to raise taxes, the level of services requested by the people, the efficiency of the governmental units involved, and the prevailing wages in the area, all influence the final cost of government services. Thus, in order to have a complete picture of the State's financial operation, an understanding of the federal/state/local system is presented.

MONEY FLOW WITHIN THE SYSTEM

The intergovernmental financial system in the United States is becoming increasingly interdependent as states and local units depend more than ever on external intergovernmental sources of revenue. Nationwide, approximately one-fifth of all state revenues come from the federal government, and approximately 35 per cent of local government revenues are secured from state and federal sources. For 1983, the latest year of published comparative statistics, all levels of government raised almost $1,181.4 billion, of which approximately $679.7 billion was raised at the federal level. Approximately 10 per cent of the federal revenues was funneled back to state and local governments. In addition, some of the federal money transferred to the state governments is combined with state aid funds so that the amount available to local governments nationwide for spending is in excess of $338 billion.

Similar flows of money take place within the State of New Jersey. Taxes are paid by the residents to federal, state, and local governments. The federal government returns some portion of the dollars to the state and to the local governments by means of grant-in-aid programs. The State of New Jersey, in similar fashion, returns tax dollars to local municipalities, counties, and school districts by means of "State Aid" allocations (54.6 per cent of 1984 state expenditures were disbursed in the form of state aid). Comments pertaining to federal aid and the state and local tax structure in New Jersey follow.

FEDERAL AID

Residents of every state pay federal income taxes, and to that extent are paying on a comparable basis for the services we receive directly from the federal government. However, the amount of federal taxes which are returned to New Jersey state and local governments for their program use is not directly related to the amount of taxes the people of New Jersey have paid to the federal government. Federal aid is returned to state and local governments based upon various factors such as population, age of housing stock, etc. Some funds must be applied for under various competitive grant-in-aid programs.

Based upon data compiled by the Tax Foundation, New Jersey state and local governments received $2.8 billion in grants in 1983, but residents in the State had an estimated tax burden of $3.6 billion. Thus, the tax burden per dollar of aid in New Jersey is approximately $1.28. This can be contrasted, for example, to the state of Vermont, where the tax burden on its residents is $.52 per dollar returned. Therefore, the state and local governments receive almost twice as much in federal grants as the residents pay in federal taxes. During the past several years, New Jersey has raised its ranking in total receipts so that the tax burden per dollar of aid has decreased from $1.30 in 1976 to the present $1.28. For 1983, the latest year of published statistics, the following data is applicable to New Jersey.

(1) New Jersey's total of $2.8 billion in Federal grants is the tenth highest among the states, and represents an increase of $93.1 million over the previous year.

(2) New Jersey's per capita aid increased from $365 to $376.

(3) Of the total amount, the General Fund of the State of New Jersey realized $1,947 million in federal revenue in fiscal year 1984, compared to $1,770 million in 1983.

STATE OF NEW JERSEY
NEW JERSEY STATE GOVERNMENT WITHIN THE FEDERAL/STATE/LOCAL TAX SYSTEM
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

STATE TAX STRUCTURE

The State receives substantially all of its General Fund revenues, except for federal aid, from a series of non-property related taxes and excises. Approximately 74 per cent of General Fund revenues in fiscal year 1984 came from six sources; namely, the Sales Tax ($2,054.1 million), Motor Fuels Tax ($294.1 million), Corporation Taxes ($934.4 million), Motor Vehicle Fees ($288.8 million), the Cigarette Tax ($217.2 million), and the Inheritance Tax ($171.4 million). On July 6, 1976, legislation establishing the Gross Income Tax was enacted. The tax is calculated at the rate of 2 per cent on the first $20,000, 2.5 per cent on amounts to $50,000, and 3.5 per cent on amounts in excess of $50,000. The proceeds are dedicated to state aid and property tax relief, and are deposited in a special fund entitled the Property Tax Relief Fund. Income taxes may not be used to support state operations. The Income Tax for fiscal year 1984 yielded $1,732.2 million, and represented 32 per cent of total own-source revenue.

The Division of Taxation administers most of the taxes collected by the State--the exceptions being primarily pari-mutuel racing, motor vehicle licenses and fees, and the Motor Fuels Use Tax. In addition, the Division of Taxation is responsible for assessing and certifying over $651 million of public utility taxes to municipalities and counties. Effective January 1, 1981, the State, in addition to certifying public utility taxes, also collects such taxes and in turn distributes such funds back to the municipalities. Also, the State, through the Division of Taxation, supervises and coordinates local property tax procedures for the twenty-one county boards of taxation and the 567 local taxing districts. The State does not collect the local property tax or use any of its revenue.

LOCAL TAX STRUCTURE

The largest revenue source at the local level is the property tax. Other major revenue sources include state aid assistance, federal aid assistance, and various miscellaneous revenues, such as licenses, fees, and permits. This means that the tax is assessed and collected at the municipal level for the support of local schools, municipal government, and county government. The State receives no portion of these taxes, and, in fact, in 1984 paid out approximately 54.6 per cent of the State's tax revenue to counties, municipalities, and school districts in some form of state aid.

The property tax in New Jersey is a residual tax; that is, it is the tax levied to raise the amount of money required to meet budgeted expenditures not covered by monies available from all other sources. The local property tax is an ad valorem tax, in that each taxpayer shares in the total tax burden of his municipality in direct proportion as the value of his property bears to the total value of all property in his town. Thus, the amount of an individual's property tax bill is determined by the dollars needed to support the local schools, the county and the municipal government, and by the proportionate value that one's property bears to the total value of all property in the municipality. Any increase in the cost of municipal, county, or school district services or any decrease in the amount of state aid or federal aid, without offsetting increases in new ratables, will cause an increase in the amount of property taxes a homeowner must pay.

In tax year 1984, local property tax levies amounted to $5,175 million, an increase of approximately $326.3 million over the previous year. However, over the eight-year period since the institution of tax reform, the total property tax growth has been held to a 7.1 per cent average per year increase. This compares to an average growth rate of over 13.8 per cent during the prior eight-year period.

STATISTICAL DATA

The following tables include data on the State's general financial operations. These tables are informative, as they outline historical perspectives and trends on New Jersey's financial information. In addition, certain demographic and economic data are presented that will allow a broader understanding of the economic and social environment in which state government operates.

STATE OF NEW JERSEY
TEN-YEAR FINANCIAL SUMMARY
FOR FISCAL YEARS ENDED JUNE 30
($ Millions)

REVENUES	1984	1983	1982	1981	1980	1979	1978	1977	1976	1975
Anticipated Revenues										
Sales Tax	$ 2,054.1	$1,660.3	$1,379.9	$1,263.5	$1,179.9	$1,097.7	$1,003.0	$ 905.1	$ 829.5	$ 770.5
Income Tax	1,732.2	1,391.6	1,259.0	1,106.2	968.8	838.5	748.9	696.1	--	--
Corporation Tax	934.4	791.0	868.8	775.7	644.8	556.3	515.2	421.7	378.2	279.3
Motor Fuels Tax	294.1	282.3	280.8	278.0	280.9	297.8	295.7	288.8	281.5	273.4
Motor Vehicle Fees	288.8	280.3	265.5	266.3	267.5	250.8	233.5	223.1	195.3	159.3
Cigarette Tax	217.2	214.5	177.4	176.2	170.6	169.9	170.1	168.8	167.7	166.6
Inheritance Tax	171.4	146.2	126.8	123.3	111.0	100.4	96.3	86.6	79.4	82.4
Lottery	359.7	295.0	220.3	176.0	145.9	122.0	96.0	78.2	66.1	36.1
General Revenue Sharing	--	--	--	18.8	75.4	74.8	71.3	69.5	67.1	69.6
Casino Taxes	193.3	165.5	129.2	102.6	71.0	26.0	2.5	--	--	--
All Other	1,035.0	1,016.3	848.2	776.0	751.5	781.5	687.2	570.0	661.7	554.8
Total Anticipated Revenues	$ 7,280.2	$6,243.0	$6,555.9	$5,062.6	$4,667.3	$4,315.7	$3,919.7	$3,507.9	$2,726.5	$2,392.0
Appropriated Revenues										
Federal Programs	$ 1,946.6	$1,769.6	$1,614.8	$1,615.5	$1,588.1	$1,396.2	$1,238.2	$1,240.3	$ 958.6	$1,002.3
All Other	1,031.8	929.1	857.3	766.6	395.7	201.0	207.3	348.8	291.1	266.7
Total Appropriated Revenues	$ 2,978.4	$2,698.7	$2,472.1	$2,382.1	$1,983.8	$1,597.2	$1,445.5	$1,589.1	$1,249.7	$1,269.0
Total All Revenues	$10,258.6	$8,941.7	$8,028.0	$7,444.7	$6,651.1	$5,912.9	$5,365.2	$5,097.0	$3,976.2	$3,661.0
EXPENDITURES (Budgetary Basis)										
Budgeted Expenditures										
State Aid	$3,747.8	$3,504.9	$3,308.8	$2,674.2	$2,502.2	$2,385.4	$2,089.3	$1,691.5	$1,235.7	$1,251.3
Direct State Services	2,804.6	2,491.9	2,200.1	2,328.9	2,055.1	1,834.1	1,661.2	1,528.2	1,349.4	1,303.3
Capital Construction	45.6	40.7	60.7	58.9	165.2	192.3	180.0	164.6	76.9	93.4
Debt Service	266.5	238.9	185.6	173.2	164.5	162.0	144.4	122.5	112.2	98.9
Total Budgeted Expenditures	$6,864.5	$6,276.4	$5,755.2	$5,235.2	$4,887.0	$4,573.8	$4,074.9	$3,506.8	$2,774.2	$2,746.9
Appropriated Expenditures										
Federal Programs	$1,926.7	$1,717.2	$1,638.3	$1,661.4	$1,542.5	$1,353.8	$1,198.1	$1,067.9	$ 999.1	$ 900.3
All Other	949.4	874.7	820.0	709.3	308.5	174.3	165.4	314.2	287.0	233.9
Total Appropriated Expenditures	$2,876.1	$2,591.9	$2,458.3	$2,370.7	$1,851.0	$1,528.1	$1,363.5	$1,382.1	$1,286.1	$1,134.2
Total All Expenditures	$9,740.6	$8,868.3	$8,213.5	$7,605.9	$6,738.0	$6,101.9	$5,438.4	$4,888.9	$4,060.3	$3,881.1
UNDESIGNATED FUND BALANCES										
General Fund	$ 485.3	$ 96.2	$ 78.7	$ 188.1	$ 228.7	$ 217.2	$ 164.1	$ 101.1	$ 95.8	$ 77.2
Property Tax Relief Fund	92.2	--	28.6	58.5	28.8	1.0	117.4	134.6	--	--
Casino Revenue Fund	67.6	47.3	32.0	58.5	28.9	8.9	1.5	--	--	--
Casino Control Fund	--	(3.5)	(5.1)	(.1)	(8.0)	(4.0)	--	4.1	--	--
Gubernatorial Elections Fund	.6	(.8)	(2.4)	(4.2)	2.8	1.4	.2	1.1	--	--

STATE OF NEW JERSEY
FIFTY LARGEST EMPLOYERS

Rank	Name	New Jersey Employment 1983
1	New Jersey Bell Telephone Co.	27,956
2	Supermarkets General Corp.	16,266
3	RCA Corporation	16,000
4	The Prudential Insurance Co.	15,600
5	American Telephone & Telegraph Co.	15,221
6	Bell Telephone Laboratories	14,912 (a)
7	Sears, Roebuck and Co.	14,730
8	Johnson & Jonhson	13,900
9	Public Service Electric & Gas Co.	13,283
10	Western Electric Co.	12,288
11	R. H. Macy & Co.,Inc. (Bamberger's)	12,050
12	Hoffmann - La Roche Inc.	8,617
13	General Motors Corp.	8,171
14	Exxon Corp.	8,100
15	ITT	7,000
16	E. I. duPont de Nemours & Co., Inc.	6,837
17	Allied Corporation	6,800
18	IBM	6,700
19	Acme Markets, Inc.	6,500
20	The Singer Company	6,455
21	Westinghouse Electric Corporation	5,718
22	Mobil Corporation	5,543
23	First National State Bancorporation	5,300
24	American Cyanamid	5,120
25	Marriot Corporation	5,100

(a) Prior to divestiture.

Source: New Jersey Business, New Jersey
Business & Industry Association,
"Top 100 Corporate Employers, May 1984".
Data reprinted with the permission of the New Jersey Business & Industry Association.

STATE OF NEW JERSEY
FIFTY LARGEST EMPLOYERS (Continued)

Rank	Name	New Jersey Employment 1983
26	People Express Airline Inc.,	5,000
27	Midlantic Banks, Inc.	4,805
28	W. R. Grace & Co.	4,507
29	Merck & Co., Inc.	4,310
30	Great Atlantic and Pacific Tea Company	4,300
31	Schering-Plough Corporation	4,204
32	Jamesway Corporation	4,200
33	Harrah's Marino Hotel Casino	4,069
34	R.J. Reynolds Industries	4,000
35	Bally's Park Place	4,000
36	Resorts International Hotel Casino	3,900
37	Nabisco Brands, Inc.	3,891
38	CIBA - GEIGY Corporation.	3,880
39	Campbell Soup Company	3,879
40	Squibb Corporation	3,849
41	The Stop & Shop Companies Inc.	3,667
42	Owens - Illinois, Inc.	3,600
43	The Playboy Hotel & Casino	3,500
44	Warner - Lambert Company	3,500
45	Ceasars Boardwalk Regency	3,477
46	Wakefern Food Corporation	3,349
47	Jersey Central Power & Light	3,301
48	Tropicana Hotel & Casino	3,200
49	GNAC, Corp. (Golden Nugget Hotel/Casino)	3,100
50	Ingersoll - Rand Company	3,056

STATE OF NEW JERSEY
FUTURE DEBT SERVICE ON OUTSTANDING BONDS

Fiscal Year	Interest	Principal	Interest and Principal
1985	$ 152,864,945	$ 138,000,000	$ 290,864,945
1986	143,776,180	139,505,000	283,281,180
1987	134,853,030	138,260,000	273,113,030
1988	125,774,865	139,165,000	264,939,865
1989	116,665,380	137,620,000	254,285,380
1990	107,568,405	135,380,000	242,948,405
1991	98,537,530	131,705,000	230,242,530
1992	89,360,836	123,125,000	212,485,836
1993	80,916,970	122,750,000	203,666,970
1994	72,374,196	125,050,000	197,424,196
1995	63,840,153	125,725,000	189,565,153
1996	55,389,692	112,425,000	167,814,692
1997	47,447,728	112,425,000	159,872,728
1998	39,806,604	97,425,000	137,231,604
1999	32,763,374	94,425,000	127,188,374
2000	25,821,992	91,875,000	117,696,992
2001	19,070,612	91,475,000	110,545,612
2002	12,673,329	72,625,000	85,298,329
2003	7,762,374	54,425,000	62,187,374
2004	3,777,467	30,375,000	34,152,467
2005	1,578,125	8,125,000	9,703,125
2006	949,218	8,125,000	9,074,218
2007	507,812	3,125,000	3,632,812
2008	253,906	3,125,000	3,378,906
	$1,434,334,723	$2,236,260,000	$3,670,594,723

Source: New Jersey Department of the Treasury,
Office of Management and Budget.

STATE OF NEW JERSEY
RATIO OF GENERAL LONG-TERM DEBT TO
ASSESSED VALUE AND DEBT PER CAPITA
(Expressed in thousands except as indicated)

Fiscal Year	Population	Assessed Value (1)	General Long-Term Debt Outstanding	General Long-Term Debt Ratio to Assessed Value	General Long-Term Debt Per Capita
1975	7,335	$ 72,949,968	$ 1,354,635	1.86%	$ 184.68
1976	7,341	78,461,591	1,360,320	1.73	185.30
1977	7,344	83,549,677	1,533,220	1.84	208.77
1978	7,342	89,766,686	1,589,105	1.77	216.44
1979	7,356	97,007,989	1,712,725	1.77	232.83
1980	7,373	103,510,954	1,755,530	1.70	238.10
1981	7,377	111,037,882	1,827,320	1.65	247.71
1982 (Revised)	7,421	120,514,694	2,034,445	1.69	274.15
1983	7,438	134,575,206	2,226,855	1.65	299.39
1984	7,468	152,159,656	2,236,620	1.47	299.45

Sources: U. S. Department of Commerce, Bureau of the Census "Preliminary Intercensal Estimate of the Population of States: 1970-1980" and "Provisional Estimates of the Resident and Civilian Population of States: July 1, 1981 and 1982

New Jersey Department of the Treasury, Annual Report of the Division of Taxation.

New Jersey Department of the Treasury, Division of Budget and Accounting.

(1) Includes Real and Personal Property.

STATE OF NEW JERSEY
VALUATIONS OF TAXABLE REAL PROPERTY, PERSONAL AND PER CAPITA INCOME
(Expressed in thousands except as indicated)

Year	Population	Assessed Valuation of Real Property	True Valuation of Real Property	Personal Income (millions)	Per Capita Income
1974	7,335	$ 65,569,254	$ 86,517,097	$ 46,521	$ 6,342
1975	7,341	71,604,254	88,325,430	49,832	6,788
1976	7,344	76,977,352	96,029,862	54,082	7,364
1977	7,342	81,947,717	101,661,442	58,878	8,019
1978	7,356	88,096,325	107,801,263	65,138	8,855
1979	7,373	95,245,570	116,502,954	72,196	9,792
1980	7,377	101,750,296	131,459,546	80,708	10,941
1981	7,421	109,247,254	149,657,502	90,001	12,156
1982 (Revised)	7,438	118,602,475	168,413,583	97,770	13,164
1983	7,468	132,414,236	182,865,529	105,455	14,122

Sources: Department of the Treasury, Annual Report of the Division of Taxation.
U. S. Department of Labor, Bureau of Labor Statistics.
N.J. Department of Labor, Office of Demographic & Economic Analysis.

STATE OF NEW JERSEY
POPULATION AND EMPLOYMENT TRENDS
(Expressed in Thousands)

Year	Population	Civilian Labor Force	Resident Employment	Unemployment	New Jersey Unemployment Rate	U. S. Unemployment Rate
1974	7,335	3,214	3,012	203	6.3	5.6
1975	7,341	3,252	2,918	333	10.2	8.5
1976	7,344	3,306	2,962	345	10.4	7.7
1977	7,342	3,370	3,053	317	9.4	7.1
1978	7,356	3,444	3,197	247	7.2	6.1
1979	7,373	3,556	3,311	246	6.9	5.8
1980	7,377	3,582	3,323	259	7.2	7.1
1981 (Revised)	7,421	3,587	3,325	262	7.3	7.6
1982	7,438	3,624	3,299	325	9.0	9.7
1983	7,468	3,656	3,369	287	7.8	9.6

Sources: U. S. Department of Commerce, Bureau of the Census "Preliminary Intercensal Estimate of the Population of States: 1970-1980" and "Provisional Estimates of the Resident and Civilian Population of States: July 1, 1981 - 1983." (Estimates as of July 1 for years indicated).

New Jersey Department of Labor, "New Jersey Economic Indicators," July 27, 1984, Number 240.

STATE OF NEW JERSEY
MANUFACTURING AND NON-MANUFACTURING EMPLOYMENT
(Expressed in Thousands)

	1973	1978	1983	Percentage Change from 1973 - 1983	Percentage of Total Employment 1983
Manufacturing					
Durable Goods					
Electrical Machinery	108.1	89.8	89.1	(17.6)%	2.8%
Non-Electric Machinery	72.1	74.2	61.7	(14.4)	2.0
Fabricated Metals	66.2	64.1	51.9	(21.6)	1.6
Stone, Clay and Glass	40.8	35.2	26.7	(34.6)	.8
Instruments	34.4	32.3	34.6	0.6	1.1
Other	98.9	87.2	74.7	(24.5)	2.4
Total Durable	420.5	382.8	338.7	(19.5)	10.7
Non-Durable Goods					
Chemicals	124.1	130.0	119.8	(3.5)%	3.8%
Apparel	68.7	59.3	50.5	(26.5)	1.6
Food	58.7	49.9	47.6	(18.9)	1.5
Rubber and Plastics	35.5	37.3	36.2	2.0	1.2
Paper	36.8	33.7	31.2	(15.2)	1.0
Other	98.3	93.8	88.1	(10.4)	2.8
Total Non-Durable	422.1	404.0	373.4	(11.5)	11.9
Total Manufacturing	842.6	786.8	712.1	(15.5)	22.6
Non-Manufacturing					
Trade	596.9	665.9	728.3	22.0%	23.1%
Services	456.8	542.9	692.4	51.6	22.0
Government	417.1	523.0	528.2	26.6	16.8
Transportation, Communication, and Public Utility	186.4	188.5	201.3	8.0	6.4
Finance, Insurance, and Real Estate	131.0	147.7	172.3	31.5	5.5
Contract Construction	126.8	105.3	112.1	(11.6)	3.5
Other	3.2	2.5	2.1	(34.4)	.1
Total Non-Manufacturing	1,918.2	2,175.1	2,436.7	27.0	77.4
Grand Total	2,760.8	2,961.9	3,148.8	14.1%	100.0%

Source: New Jersey Department of Labor "New Jersey Economic Indicators" July, 27, 1984, Number 240.

STATE OF NEW JERSEY
AVERAGE HOURLY GROSS DOLLAR EARNINGS OF PRODUCTION WORKERS
ANNUAL AVERAGES
(Dollars)

	1974	1975	1976	1977	1978	1979	1980	1981	1982	1983
TOTAL MANUFACTURING	$4.57	$4.99	$5.33	$5.82	$6.28	$6.71	$7.31	$8.02	$8.60	$9.11
Durable Goods	4.66	5.12	5.46	5.96	6.41	6.81	7.49	8.23	8.77	9.16
Lumber	3.66	4.18	4.35	4.53	4.50*	4.95	5.40	6.01	6.49	6.08
Furniture	INA	4.28	4.47	4.60	5.08	5.08*	5.74	6.15	6.63	7.43
Stone, Clay, and Glass	4.60	4.98	5.37	5.84	6.34	6.64	7.52	8.35	8.77	9.26
Primary Metals	4.91	5.39	5.71	6.10	6.48	7.06	7.55	8.34	8.99	9.23
Fabricated Metals	4.72	5.26	5.58	6.02	6.49	6.92	7.48	8.32	8.81	9.25
Non-Electrical Mach.	4.98	5.39	5.77	6.38	6.87	7.40	8.10	9.06*	9.82	9.71
Electrical Mach.	4.41	4.92	5.30	5.71	6.01	6.49	6.93	7.77*	8.37	9.03
Transportation Equip.	5.81	6.33	6.89	7.88	8.24	8.83	10.00	11.12	11.84	12.09
Misc. Manufacturing	3.49	3.82	4.03	4.37	4.75	5.07	5.64	6.06	6.51	7.23
Non-Durable Goods	4.48	4.88	5.22	5.71	6.14	6.61	7.18	7.81	8.45	9.06
Food	INA	5.17*	5.56	6.00	6.44	7.05	7.72	8.61	9.46	9.75
Textiles	INA	INA	4.51*	4.74	5.17*	5.53	6.00	6.59	7.13	7.35
Apparel	3.37	3.70	3.95	4.39	4.40*	4.70	5.04	5.37	5.60	6.08
Paper	4.39	4.70	5.10	5.41	5.90*	6.45	6.88	7.54	8.00	9.30
Printing and Publishing	INA	INA	5.62*	5.85	6.58*	6.96	7.61	8.08	8.79	9.16
Chemicals	5.27	5.70	6.18	6.83	7.34	7.91	8.43	9.36	10.15	10.66
Petroleum	5.57	6.62	7.51	7.96	8.58	9.24*	11.01	11.78	13.06	14.84
Rubber and Plastics	4.02	4.11	4.37	4.75	6.03	5.43	5.89	6.42	6.78	7.54
Leather	3.25	3.37	3.58	3.82	4.08	4.40	4.75	4.94	5.12	5.48

* Data not comparable with prior years.
Data are adjusted to the 1981 benchmark.
INA - Information not available.

SOURCE: New Jersey Department of Labor, Division of Planning and Research.

STATE OF NEW JERSEY
RETAIL SALES, PERSONAL AND PER CAPITA INCOME, AND NEW DWELLING UNITS

Year	Retail Sales ($ Millions)	Personal Income ($ Millions)	Per Capita Income	Value of New Dwelling Units Authorized ($ Thousands)
1974	$18,024	$ 46,521	$ 6,342	$ 588,291
1975	19,636	49,832	6,788	574,101
1976	21,833	54,082	7,364	832,433
1977	24,076	58,878	8,019	998,931
1978	29,003	65,138	8,855	1,262,831
1979	31,997	72,196	9,792	1,274,353
1980	34,274	80,708	10,941	1,010,084
1981	35,976	90,001	12,156	1,022,130
1982	37,584	96,898	13,027	1,003,694
1983	40,543	105,455	14,122	1,837,655

Sources: New Jersey Department of Labor and
U. S. Department of Commerce

CASH RECEIPTS FROM FARM MARKETINGS
($ Millions)

Year	Livestock and Products	Crops	Total
1974	$113.3	$226.6	$339.9
1975	102.9	223.1	326.0
1976	109.6	225.9	335.5
1977	98.2	250.6	348.8
1978	121.7	277.2	398.9
1979	127.7	287.5	415.2
1980	123.4	319.4	442.8
1981	106.2	353.1	459.3
1982 (R)	126.4	389.5	515.9
1983	126.5	366.6	493.1

(R) 1982 figures revised.

Source: New Jersey and U. S. Departments of Agriculture.

STATE OF NEW JERSEY
PUBLIC SCHOOL ENROLLMENTS

Year	K - 6	7 - 8	9 - 12	Total K - 12	Pre-K	Non-Graded	Special Ed.	Post Graduate	Total Other Grades	Total All Grades
1974	742,628	230,778	447,481	1,420,887	3,385	15,660	26,611	413	46,069	1,466,956
1975	719,836	228,921	454,295	1,403,052	3,038	17,991	27,637	1,161	49,827	1,452,879
1976	698,087	227,541	451,757	1,377,385	3,059	11,131	28,794	979	43,963	1,421,348
1977	667,578	221,033	447,500	1,336,111	3,801	9,611	30,638	1,367	45,417	1,381,528
1978	638,676	210,104	442,561	1,291,341	3,726	9,337	32,493	430	45,986	1,337,327
1979	612,361	198,802	428,741	1,239,904	4,941	8,239	34,528	647	48,355	1,288,259
1980	590,535	190,369	413,884	1,194,788	5,537	7,611	37,361	711	51,220	1,246,008
1981	567,662	186,973	397,700	1,152,335	5,638	6,246	39,540	959	52,383	1,204,718
1982	548,280	189,097	380,932	1,118,309	5,243	5,904	42,321	743	54,211	1,172,520
1983	534,478	186,013	371,113	1,091,604	5,345	4,766	45,324	802	56,237	1,147,841

Source: New Jersey Department of Education,
Office of Management Information.
(Enrollments--September 30 of year indicated)

STATE OF NEW JERSEY
SECTOR SUMMARY OF FALL ENROLLMENT
NEW JERSEY COLLEGES AND UNIVERSITIES, 1982 and 1983

Full and Part-Time Sector	Undergraduate 1982(R)	Undergraduate 1983	Post-Baccalaureate 1982(R)	Post-Baccalaureate 1983	Total Enrollments 1982(R)	Total Enrollments 1983
Full-Time Enrollment						
Community Colleges	45,693	45,344	--	--	45,693	45,344
State Colleges	42,419	40,720	656	700	43,075	41,420
Rutgers University	27,538	27,298	3,989	3,906	31,527	31,204
N. J. Inst. of Technology	3,558	3,491	269	393	3,827	3,884
Univ. of Medicine & Dent.	100	69	1,736	1,835	1,836	1,904
Independent Colleges	33,969	32,548	6,094	5,858	40,063	38,406
Total Full-Time	153,277	149,470	12,744	12,692	166,021	162,162
Part-Time Enrollment						
Community Colleges	72,638	71,868	--	--	72,638	71,868
State Colleges	24,144	23,108	10,877	10,070	35,021	33,178
Rutgers University	7,390	7,490	8,470	8,484	15,860	15,974
N. J. Inst. of Technology	2,114	2,172	933	1,229	3,047	3,401
T. Edison State College	3,643	2,774	--	--	3,643	2,774
Univ. of Medicine & Dent.	1	1	46	89	47	90
Independent Colleges	13,400	12,947	12,629	12,254	26,029	25,201
Total Part-Time	123,330	120,360	32,955	32,126	156,285	152,486
Full and Part-Time						
Community Colleges	118,331	117,212	--	--	118,331	117,212
State Colleges	66,563	63,828	11,533	10,770	78,096	74,598
Rutgers University	34,928	34,788	12,459	12,390	47,387	47,178
N. J. Inst. of Technology	5,672	5,663	1,202	1,622	6,874	7,285
T. Edison State College	3,643	2,774	--	--	3,643	2,774
Univ. of Medicine & Dent.	101	70	1,782	1,924	1,883	1,994
Independent Colleges	47,369	45,495	18,723	18,112	66,092	63,607
Total Full and Part-Time	276,607	269,830	45,699	44,818	322,306	314,648

(R) 1982 figures revised.

Source: New Jersey Department of Higher Education, "Opening Fall Enrollments New Jersey Colleges and Universities".

STATE OF NEW JERSEY
PUBLIC AND INDEPENDENT COLLEGE ENROLLMENT SUMMARY

FULL-TIME UNDERGRADUATE ENROLLMENT

Year	Community Colleges	State Colleges	Other Public 4-Year(1)	Independent Colleges	Total
1974	36,017	47,596	26,618	33,836	144,067
1975	40,932	49,381	28,327	33,660	152,300
1976	41,289	44,420	28,829	34,404	148,942
1977	41,372	44,700	30,696	34,310	151,078
1978	39,885	44,138	31,457	34,263	149,743
1979	43,011	43,508	31,693	35,058	153,270
1980	44,597	43,750	31,144	35,249	154,740
1981	44,766	43,009	31,503	34,092	153,370
1982(R)	45,693	42,419	31,196	33,969	153,277
1983	45,344	40,720	30,858	32,548	149,470

PART-TIME UNDERGRADUATE ENROLLMENT

1974	40,823	21,306	11,224	12,976	86,329
1975	48,675	22,181	11,361	13,237	95,454
1976	50,591	21,316	11,684	12,945	96,536
1977	53,743	21,447	12,903	13,175	101,268
1978	58,836	23,285	14,353	13,164	109,638
1979	61,246	23,804	13,992	12,836	111,878
1980	66,540	23,668	13,418	13,097	116,723
1981	69,114	24,055	13,452	13,723	120,344
1982(R)	72,638	24,144	13,148	13,400	123,330
1983	71,868	23,108	12,437	12,947	120,360

Source: New Jersey Department of Higher Education, "Opening Fall Enrollments New Jersey Colleges and Universities".

(1) Includes Rutgers University, New Jersey Institute of Technology, the University of Medicine and Dentistry's School of Allied Health Professions, and Thomas A. Edison State College.

(R) 1982 figures revised.

STATE OF NEW JERSEY
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES

Fiscal Year	Principal	Interest	Total Debt Service	State Expenditures	Ratio of Debt Service to Total State Expenditures
1975	$ 35,790,000	$ 63,122,722	$ 98,912,722	$2,746,917,111	3.60%
1976	44,315,000	67,928,017	112,243,017	2,774,250,122	4.05
1977	52,100,000	70,400,167	122,500,167	3,506,816,633	3.49
1978	64,115,000	80,307,235	144,422,253	4,074,953,540	3.54
1979	76,380,000	85,626,426	162,006,426	4,573,809,761	3.54
1980	77,195,000	87,278,221	164,473,221	4,887,021,448	3.37
1981	85,210,000	87,978,743	173,188,743	5,235,128,551	3.31
1982	85,875,000	99,753,106	185,628,106	5,755,234,238	3.23
1983	107,590,000	131,332,870	238,922,870	6,276,348,823	3.81
1984	115,595,000	150,930,350	266,525,350	6,864,530,156	3.88

STATEMENT OF CHANGES IN BONDED DEBT

Fiscal Year	Outstanding	Issued	Retired	Outstanding
1975	$1,265,425,000	$125,000,000	$ 35,790,000	$1,354,635,000
1976	1,354,635,000	50,000,000	44,315,000	1,360,320,000
1977	1,360,320,000	225,000,000	52,100,000	1,533,220,000
1978	1,533,220,000	120,000,000	64,115,000	1,589,105,000
1979	1,589,105,000	200,000,000	76,380,000	1,712,725,000
1980	1,712,725,000	120,000,000	77,195,000	1,755,530,000
1981	1,755,530,000	150,000,000	78,210,000	1,827,320,000
1982	1,827,320,000	300,000,000	92,875,000	2,034,445,000
1983	2,034,445,000	300,000,000	107,590,000	2,226,855,000
1984	2,226,855,000	125,000,000	115,595,000	2,236,260,000

Source: Department of the Treasury,
Division of Budget and Accounting

SUPPLEMENTAL FINANCIAL DATA

STATE OF NEW JERSEY
SUPPLEMENTARY FISCAL DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

FINANCING OF PENSIONS

Virtually all of the public employees of the State and its counties, municipalities, and political subdivisions are members of pension plans administered by the State. The State operates seven retirement plans. Public Employees' Retirement System (PERS) and Teachers' Pension and Annuity Fund (TPAF), created by acts of the State Legislature in 1920 and 1919, respectively, are the principal plans, together covering 341,022 out of the total 371,394 members covered by all State-administered plans. The other systems are Police and Firemen's Retirement System (27,885 members), Consolidated Police and Firemen's Pension Fund (10 members), State Police Retirement System (2,099 members), Judicial Retirement System (322 members), and Prison Officers' Pension Fund (66 members).

State Law regulates the administration of the pension fund systems. State law requires that all systems (except the Prison Officers' Pension Fund, which is closed to new members and whose obligations are funded from current appropriations) are subject to actuarial valuation every year and actuarial investigation every three years. Such valuations and investigations are designed to insure that these programs adequately recognize the additional costs resulting from experience or legislative changes in the benefits to be paid. As these systems are fully-funded reserve programs, any amendment increasing liabilities is met by an increase in the normal contribution as well as the establishment of an accrued liability to be financed over a period of years as specified in the amendatory statute.

State law also provides that any changes in pension fund benefits must be approved by the Legislature, and that each bill submitted to the Legislature must be accompanied by a fiscal note stating the cost of the proposal. State law provides that pension fund benefits are not subject to negotiations between the State and other public employers and the employee members of the plan.

Nearly all employees are members of contributory plans, with ten years of employment required before the benefits become vested. Upon retirement, after thirty years of service (twenty-five for policemen and firemen), members are eligible for annual pension benefits equal to one half of their average contractual or base salary for their three final or highest paid fiscal years of service. After a member has been retired for two years, he is eligible for the pension adjustment program, which provides for an adjustment in benefits. The pension adjustment program is non-contributory and adjustment payments are subject to annual appropriations by the Legislature. An adjustment has been approved by the Legislature in every year since 1958. The percentage adjustment was increased from 50% to 60% of the change in the consumer price index in 1975 and to 66 2/3% in fiscal 1982. In fiscal 1983 the adjustment was reduced to 60% of the change in the consumer price index. The cost of the program was $96.7 million and $104.6 million in fiscal 1983 and 1984, respectively. The fiscal 1985 Appropriations Act includes $115.5 million for pension adjustment payments. All members of State administered plans, except policeman and firemen, qualify for social security benefits in addition to benefits of the retirement plans.

The Division of Investment of the Department of the Treasury, which is under the independent supervision of the State Investment Council, invests the assets of the state-administered pension plans.

In PERS, the State pays the cost for state employees, while counties, municipalities, school districts, and local public agencies pay the cost for their employee members. The State, rather than local school boards, pays the employer contributions to TPAF, including the employer's share of the Social Security tax, with respect to public school teachers in the State. The other retirement systems administered by the State include the Police and Firemen's Retirement System, which is primarily established for municipal policemen and firemen. The State's participation in this system is limited to those state-employed law enforcement officers who have been permitted to enroll therein.

The State also administers the Consolidated Police and Firemen's Pension Fund, which is a system composed entirely of municipal policemen and firemen who were first employed prior to 1944. The system was established on a funded basis in 1953, with its unfunded liability to be amortized over a period of 30 years. The State pays one-third of the accrued liability of that system, even though there are no state employees who are members.

There are only state employees in the Prison Officers' Pension Fund, a system which has been closed to new members since 1960 and which now contains 89 active members. Because of its nature, the system does not lend itself to a reserve program and its obligations are being met out of current appropriations. The State maintains a State Police Retirement System which was placed on a funded basis in 1965. The State also administers the Judicial Retirement System, which was placed on a funded basis in 1973.

In addition to these defined benefit programs, the State also maintains the Alternate-Benefit Program, which is a defined contribution plan for full-time members of the faculties at Rutgers, The State University; the New Jersey Institute of Technology; the University of Medicine and Dentistry of New Jersey; and state and county colleges. This plan is underwritten by the Teachers' Insurance and Annuity Association and the College Retirement Equities Fund. The State pays a fixed rate of contribution comparable to the normal contribution which would be required in a defined-benefit program. $541 million was provided in the fiscal year 1984 Appropriations Act as the State's contribution to public retirement plans, including $109 million for pension adjustment payments.

EMPLOYEE RELATIONS

The State of New Jersey, as a public employer, is covered by the New Jersey Public Employer-Employee Relations Act, as amended, N.J.S.A. 34:13A-1, et seq., which guarantees to public employees the right to negotiate collectively through employee organizations certified or recognized as the exclusive collective negotiations representatives for units of public employees found to be appropriate for collective negotiations purposes. Of the State's approximately 78,000 (including personnel at Rutgers, The State University; the New Jersey Institute of Technology; and the University of Medicine and Dentistry of New Jersey) employees, 70,000 are represented by certified or recognized exclusive majority representatives, and are organized into 30 negotiating units. There are four units which presently represent more than 5,000 employees. The Health Care and Rehabilitation Service Unit is represented by the American Federation of State, County, and Municipal Employees and includes about 9,900 employees. The Administrative and Clerical Services Unit, the Primary Supervisory Unit, and the Professional Unit are all represented by the Communication Workers of America and include about 12,000 employees, 9,400 employees, and 10,800 employees, respectively.

The Act specifies a negotiations process which includes mediation and advisory fact finding in the event of a negotiations impasse. This process is geared to the public employer's budget submission process. Thus, unless there is a multi-year agreement in effect, negotiations begin in October and the entire process, including mediation, fact finding, and arbitration, should be completed prior to the Governor's submission of a budget to the Legislature in February of each year, so that the budget process can reflect the results of negotiations. In the event that the negotiations are not completed by the February budget submission date, a later supplemental appropriations request is made. The economic provisions of negotiated agreements generally take effect at the beginning of each fiscal year.

The State is currently in the second year of three-year agreements with 28 units representing approximately 68,000 employees. These agreements run from July 1, 1983 to June 30, 1986. The State is in the first year of a three-year agreement with one unit of some 600 State Police which commenced on July 1, 1984 and runs to June 30, 1987. Negotiations are continuing with a second unit of some 1,300 State Police to reach an agreement to succeed one that expired June 30, 1984. Finalization of that agreement has been delayed pending the determinations by the Public Employment Relations Commission concerning the question of negotiability of certain non-economic matters.

INVESTMENTS

The Division of Investment in the Department of the Treasury has the responsibility for investing ninety-one funds, including seven pension and annuity funds. The statutes provide for an Investment Council and a Director. The Council consists of ten members, five appointed for staggered five-year terms by the Governor, and five appointed for one-year terms by the pension system.

Prior to 1950, investment was limited by law to United States government and municipal obligations. Over the years, various amendments have been made to the law which materially increased the scope of potential investment opportunities and provided a foundation for achieving a better portfolio balance and diversification. At the present time, the pension fund systems are permitted to invest in property of every nature, including bonds, mortgages and common stocks, under the prudent-man rule. Present regulations of the State Investment Council govern all of the Division's investments and limit the authority of the Director to investment of not more than 35 per cent of the book value of any one pension fund in common stock.

The book value of all securities held by the state investment funds as of June 30, 1984, was $12.7 billion, an increase of 17.4 per cent, or $1.9 billion over fiscal year 1983. Of the $12.7 billion book value of funds, the assets of the seven pension funds represent $10.5 billion book value of funds, while the remainder was in trust funds and other state funds.

STATE OF NEW JERSEY
SUPPLEMENTARY FISCAL DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

INVESTMENTS

The net investment earnings produced by the investments in fiscal year 1984 were $933.0 million, an increase of $119.5 million or 14.7 per cent from the prior year. The largest portion of the earnings, $784.0 million, was earned on securities held by the state-managed pension funds. These earnings enable the State to reduce its obligation to appropriate tax dollars to fund the accrued liability of the State's pension obligations. The remaining $149.0 million was earned on various state demand reserve, static, and trust funds.

Cash Management Fund

The New Jersey Cash Management Fund is an investment pool made up of assets of a number of state funds, together with deposits from "Other than State" entities, including counties, municipalities, school boards, and other eligible public entities. As of June 30, 1984, 463 "Other than State" entities were participating in the fund, and the book value of their assets totaled $374 million.

The fund provides that eligible participants can deposit and withdraw funds at any time and earn daily interest at a rate which reflects interest and amortization income of the securities in the fund. The gross daily return for the fund on an annualized basis was 9.38 per cent in fiscal year 1984, compared to 9.5 per cent in the prior year.

GENERAL LONG TERM DEBT

OVERVIEW

Bonds (the term "municipal bond" is generic and refers to all government financings, including state debt) are debt obligations issued to obtain funds for various public purposes, including the construction of a wide range of facilities such as highways, housing, mass transportation, sewer, water, parks, etc.

The two principal classifications of bonds are "general obligation" and "revenue" bonds. General obligation bonds are secured by the government's pledge of its faith, credit, and taxing power for the payment of principal and interest. Risk of financial loss is borne totally by the taxpayers. Debt issued by the State government is general obligation debt.

In contrast, revenue bonds are payable only from the revenues derived for a particular facility or class of facilities, or, in some cases, from the proceeds of a special excise or other specific revenue source. In New Jersey, revenue bonds are issued by authorities.

STATE OF NEW JERSEY
SUPPLEMENTARY FISCAL DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

There are four types of public purpose capital financings through borrowing which are done by the State of New Jersey or which the State supports through annual appropriations: (1) full faith and credit or direct debt, (2) authority financing, (3) lease agreements, and (4) state aid for local educational financings. Because of their special characteristics and the difference in the extent to which the State government is liable for the related debt service, each type of debt is discussed separately. Authorities are discussed in a separate section; the other three instruments are discussed herein.

FULL FAITH AND CREDIT DEBT

The State Constitution provides that the Legislature may not create a debt (where total outstanding debt would exceed one per cent of total appropriations for the year) unless a referendum is approved by a majority of the legally qualified voters. The debt must be authorized by law for a single object or work distinctly specified. The authorizing law also provides the ways and means, exclusive of loans, to pay the interest on the debt, and also to pay the principal within thirty-five years from the time it is contracted.

The individual bond acts also provide that the payment of principal and interest be made from revenue derived from one or more specific source, namely, the Motor Fuels Tax, the Emergency Transportation Taxes, the Alcoholic Beverage Tax, the Inheritance Tax, the Cigarette Tax, Corporation Business Taxes, the Sales Tax, and water supply facility revenues. In effect, the payment of principal and interest on state debt has first lien on these revenue sources.

As a further guarantee on the state bonds, the bond acts also state that in the event that funds appropriated are not sufficient or not available, a tax shall be levied on all real and personal property in the State to insure principal and interest payment on the bonds. Such a property tax has never had to be levied.

DEBT MARGIN

New Jersey's debt margin would be calculated in accordance with the limits established by the State Constitution, as discussed above. It should be noted that, at no time since the adoption of the Constitution, has it been necessary to invoke that clause. Instead, long-term debt has been incurred only as a result of positive general election results on the various bond referenda put before the voters. For discussion purposes, the legal debt margin as defined by the State Constitution is illustrated below for the past ten fiscal years:

Fiscal Year	Total General Fund Appropriations*	Debt Margin Calculation
1984	$ 5,037,048,000	$ 50,370,480
1983	4,639,153,818	46,391,538
1982	4,267,879,002	42,678,790
1981	3,966,922,360	39,669,224
1980	3,719,425,228	37,194,252
1979	3,431,724,620	34,317,246
1978	3,157,554,100	31,575,541
1977	2,825,001,989	28,250,020
1976	2,704,462,364	27,044,624
1975	2,765,489,592	27,654,896

*Does not include Property Tax Relief Fund, Casino Control Fund, Casino Revenue Fund, and Gubernatorial Elections Fund, the revenues of which are restricted as to use by their respective legislation.

STATE OF NEW JERSEY
SUPPLEMENTARY FISCAL DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

OUTSTANDING BONDED DEBT

The citizens of New Jersey have authorized $4.6 billion in bonded debt--all of which is guaranteed by the full faith and credit of the State. Of this total authorization, $2.2 billion is issued and outstanding, $1.5 billion remained unissued, and $885.2 million has been retired as of June 30, 1984. During fiscal year 1984, the State sold $125 million in bonds and retired $115.6 million in debt.

In addition, the State guarantees payments on $18.4 million in bonds of the New Jersey Highway Authority due 1984-88, and payments on $277 million in bonds of the New Jersey Sports and Exposition Authority due 1984-2005. At the present time, it is believed that the revenues of these authorities will be sufficient to provide for payment of debt service on their obligations without recourse to the State's guarantee.

The $640 million State Transportation Bond Issue of 1968 represents the largest single voter-approved authorization--all of the bonds have been sold. The largest single unissued bond authorization is the 1981 Water Supply Bond Issue. Of the $350 million authorized, $341 million remain unissued.

The following list is the outstanding debt of the State at the close of the last ten fiscal years. A large portion of the increase reflects State support for local capital projects, as much of the outlay has been distributed in the form of state aid in such areas as community colleges, sewer and water construction, local parks and open spaces, housing construction, vocational schools, flood control, and shore protection.

OUTSTANDING DEBT OF THE STATE - TEN YEAR TREND

AS OF JUNE 30	OUTSTANDING	AS OF JUNE 30	OUTSTANDING
1984	$2,236,260,000	1979	$1,712,725,000
1983	2,226,855,000	1978	1,589,105,000
1982	2,034,445,000	1977	1,533,220,000
1981	1,827,320,000	1976	1,360,320,000
1980	1,755,530,000	1975	1,354,635,000

LEASE AGREEMENTS

The administration of the State's office space is the responsibility of the Director, Division of Purchase and Property, Department of the Treasury. Each lease over twelve months in duration must be approved in advance by the State Treasurer; the Director, Division of Budget and Accounting; the President of the Senate; and the Speaker of the General Assembly.

As of June 30, 1984, there were 566 long-term operating realty lease agreements with expirations ranging to twenty-three years. These lease obligations amounted to $96.1 million, while annual rental payments for fiscal year 1984 for operating and capital realty leases totaled approximately $58.6 million.

Commencing in fiscal year 1983, the State classified certain long-term lease agreements as capital leases. Of the approximately 90 leases thus classified, the most significant are those agreements to rent buildings constructed by the Mercer County Improvement Authority, the New Jersey Building Authority, and the New Jersey Educational Facilities Authority. The lease agreements provide for payment of rental by the State equal to the debt service on the outstanding construction bonds issued by the respective authorities, plus payments due in lieu of real estate taxes. The lease terms coincide with the amortization of the bonds and, upon expiration of the leases, the authorities agree to convey the building titles to the State for one dollar.

As of June 30, 1984, the present value of these lease obligations were as follows: Mercer County Improvement Authority, $104.8 million; New Jersey Building Authority, $157.1 million; and New Jersey Educational Facilities Authority, $179.8 million.

STATE OF NEW JERSEY
SUPPLEMENTARY FISCAL DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

STATE AID APPROPRIATION FOR SCHOOL FINANCINGS

Since 1968, the Legislature has passed three laws (P.L. 1968, c.177; P.L. 1971, c.10; and P.L. 1978, c.74) which provide for state support for the construction of local school facilities. These laws provide for future appropriations for debt service on a maximum principal amount of $280 million in bonded debt issued by local school districts. Individual projects are approved by the Department of Education based upon criteria established in the enabling legislation. As of June 30, 1984, the maximum amount of $280 million school district bonds has been approved by state support, pursuant to the above three laws. The amount expended in fiscal year 1984 for the support of bonds issued by school districts under these laws totaled $22.5 million.

Also, P.L. 1971, c.12, provides that the State make payment of the debt service on up to $40 million in county college bonds. As of June 30, 1984, the State is paying the debt service on a total of $30.7 million in bonds issued by county colleges--such expenditures amounted to $2.4 million in fiscal year 1984.

In both these instances, the Legislature is not legally bound to make future appropriations, but has done so to date on all outstanding obligations issued under these laws.

FINANCIAL COMPARISONS WITH OTHER STATES AND LOCAL GOVERNMENT

Comparisons with other states indicate that New Jersey State government is at the low end of the range in terms of total expenditures as a per cent of personal income. The State is also considerably below the average in number of employees. Personal income is considered a good measure of tax burden because it considers the taxpaying capacity of the citizens of the State. When all levels of government in the State are considered, that is, state government, local governments, and school districts, New Jersey is near the middle of the scale.

The data below compares New Jersey State government to other state governments, as well as to all levels of government in the State, with national and state statistics for the year 1983--the latest year of published statistics from the U.S. Department of Commerce.

- New Jersey's per capita personal income was $14,122 in 1983, which placed it third among the 50 states. The per capita personal income was $2,437, or 20.9 per cent, above the national average of $11,685.
- Total expenditures per $1,000 of personal income for 1983 was $99.99, while the average state expenditure nationwide was $111.24.
- The number of New Jersey State government employees as of October, 1983 was 116 per 10,000 population, which placed the State forty-third in the nation, or seventh from the bottom. The U. S. average is 133 employees per 10,000 population.
- The number of public employees in the State was 478 per 10,000 population, which placed the State twenty-seventh in the nation.
- In 1983 the total number of public employees in New Jersey was approximately 357,000. Of this total, 24 per cent worked in state government, 24 per cent in municipalities and townships, 17 per cent in county governments, 33 per cent in school districts, and 2 per cent in special districts.

REVENUE STATEMENTS

STATE OF NEW JERSEY
SUPPLEMENTARY REVENUE DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

The revenues collected are applied principally to one of five funds--the General Fund, the Property Tax Relief Fund, the Casino Control Fund, the Casino Revenue Fund, or the Gubernatorial Elections Fund. Revenues are recorded as either anticipated revenue or appropriated revenue. Anticipated revenue is utilized to support the appropriations in the annual Appropriations Act. Such revenues are not available for expenditure unless specifically appropriated by the Legislature. Appropriated revenues are such monies not previously anticipated or budgeted, which upon receipt, increase appropriation balances as authorized in the Appropriations Act, and from which expenditures may be made. Most federal aid, except Indirect Cost Recovery, is recorded as appropriated revenue and represents 65.4 per cent of all appropriated revenue. Total revenue from all sources for fiscal year 1984 amounted to $10,259 million, an increase of $1,317 million, or 14.7 per cent over fiscal year 1983.

ANTICIPATED (BUDGETED) REVENUE

Anticipated revenues support what is normally referred to as the Governor's Budget. For fiscal year 1984, these revenues totaled $7,280 million. This compares to $6,243 million reported in 1983, and shows an increase of $1,037 million, or 16.6 per cent. $341 million (a 24.5 per cent increase) of the increase relates to proceeds from the Income Tax, which is dedicated by constitutional amendment for property tax relief, and $394 million (a 23.7 per cent increase) relates to proceeds from the Sales Tax.

A description of the major categories of revenue sources within the five funds and a description of the principal taxes are discussed in the following.

GENERAL FUND

Major Taxes

The major taxes category is composed of sixteen taxes or fees which are levied within the State. The majority of the revenue is generated from the sale and use of goods and services; general business taxes, which are received from various corporations; motor vehicle fees; a public utility excise tax; and other excise taxes. These taxes amounted to $4,325 million, an increase of 16.5 per cent or $611 million over fiscal year 1983. A description of the five largest sources, all raising in excess of a $200 million, follows.

- The Sales Tax Act imposes a tax at the rate of 6 per cent on receipts from (a) retail sale, rental, or use of tangible personal property; (b) retail sale of producing, fabricating, processing, installing, maintaining, repairing, storage, and certain advertising services; (c) sales of restaurant meals; (d) rental of hotel and motel rooms; and (e) certain admission charges. Sales of food, clothing, and other specified items are exempt from collection of the tax.

- The Cigarette Tax is imposed at the rate of $.24 per package of twenty cigarettes. The tax is collected primarily from licensed distributors who receive the cigarettes directly from out-of-state manufacturers. P.L. 1982, c.40, approved June 17, 1982, added a $.05 per package surtax.

- The Motor Fuels Tax applies to sales of gasoline, diesel fuel, or liquefied petroleum gas and compressed natural gas used in motor vehicles on public highways. The tax is $.08 per gallon for gasoline and diesel fuel, and half the rate for the other gases.

- The Motor Vehicle Fees include automobile and truck registrations, drivers' licenses, and miscellaneous fees collected by the Division of Motor Vehicles.

- The Corporation Business Tax imposes a franchise tax for the privilege of having or exercising a corporate charter or doing business, employing or owning capital or property, or maintaining an office in New Jersey. The tax is applicable to every corporation not expressly exempted. The effective rate is 9 per cent of net income. In addition, a net worth tax is levied on business at various rates ranging from 2/10 of a mill to 2 mills per dollar. P.L. 1982, c.54, approved June 30, 1982, begins a phase-out of the net worth tax over a period of 4 years.

Miscellaneous Taxes, Licenses, and other Departmental Fees

This category includes revenues received by the various state agencies. Typical items include tuition from students at the state colleges, recreation and boating fees, institutional and patient fees, investment earnings, and the like. Between fiscal year 1983 and 1984 these revenues decreased from $578 million to $568 million.

Interfund Transfers

The Interfund Transfers category includes monies which were received into various bond and trust funds because of legal or statutory requirements, and then subsequently transferred into the General Fund as anticipated revenue for expenditure purposes. Included in these types of revenue are the monies received by the State Lottery, interest earned on investments of bond funds, and the monies received from taxes levied on New York residents working in New Jersey. The latter tax is commonly referred to as "Commuter Tax." These revenues totaled $460 million, an increase of $68 million, or 17.3 per cent, over fiscal year 1983.

PROPERTY TAX RELIEF FUND

The Income Tax

This tax is calculated at 2 per cent on the first $20,000 of taxable income, 2.5 per cent on amounts to $50,000, and 3.5 per cent on amounts in excess of $50,000. For fiscal year 1984, this tax yielded $1,732 million for property tax relief--an increase of $340 million over the prior year. All monies in the fund must be appropriated exclusively for reducing or offsetting property taxes.

CASINO REVENUE FUND

A tax of 8 per cent on the gross revenue of all casinos is deposited into the Casino Revenue Fund. All monies in this fund must be used for reduction in property taxes or utility and rental charges of eligible disabled residents and senior citizens. The total tax collected was $152.8 million, an increase of $22.2 million over fiscal year 1983.

CASINO CONTROL FUND

License fees for the issuance and annual renewal of casino licenses, slot machines, non-refundable deposits for each application for a license, and fees for the issuance of various work permits are deposited into the Casino Control Fund. Such revenues are used to support the operation of the Casino Control Commission and the Division of Gaming Enforcement. The total revenue collected was $40.5 million, an increase of $5.6 million over fiscal year 1983.

GUBERNATORIAL ELECTIONS FUND

A taxpayer can voluntarily indicate that $1 of his income tax can be set aside into this special fund. Such monies are used to finance a portion of the expenses of gubernatorial primary and general elections. Total payments to this fund were $1.4 million in fiscal year 1984.

STATE OF NEW JERSEY
SUPPLEMENTARY REVENUE DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

APPROPRIATED REVENUE

All appropriated revenue is deposited into the General Fund. These revenues include most of the federal aid received by the State, except for General Revenue Sharing, and certain revenues collected by the State and directly utilized by either a state agency or disbursed to a local government for a specific purpose enacted by statute. Federal aid totaled $1,947 million in fiscal year 1984, which is an increase of $177 million over the amount received in fiscal year 1983. Of the $1,947 million, the Department of Human Services received $1,105 million, or 57 per cent, for such programs as Aid for Dependent Children, social services, and low-income energy assistance. The Department of Education received $241 million or 12 per cent of the total for such programs as child nutrition, disadvantaged and handicapped children, and vocational education. The Department of Labor received $171 million, or 9 per cent of the total, for various work programs, employment services, and vocational rehabilitation services. The Department of Transportation received $197 million, or 10 per cent of the total for various highway construction, airport, electrical, and traffic control projects.

Some of the kinds of state appropriated revenue received by departments and agencies for specific purposes include: Second Injury Workers' Compensation Insurance Tax, certain corporation taxes from banks (which are disbursed to local governments), and auxiliary services and extension program income at the state colleges.

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ANTICIPATED TO JUNE 30, 1984	REALIZED TO JUNE 30, 1984 AMOUNT	PER CENT	REALIZATION UNDER ANTICIPATION	REALIZATION OVER ANTICIPATION
MAJOR TAXES					
Sales	$ 1,815,000,000	$ 1,974,445,427	109	$ --	$ 159,445,427
Corporation business	840,000,000	891,093,262	106	--	51,093,262
Motor fuels	282,000,000	294,090,535	104	--	12,090,535
Motor vehicle fees	282,000,000	288,767,584	102	--	6,767,584
Cigarette	220,000,000	217,214,051	99	2,785,949	--
Transfer inheritance	157,000,000	171,362,876	109	--	14,362,876
Insurance premiums	106,000,000	106,284,883	100	--	284,883
Public utility excise	105,000,000	106,583,560	102	--	1,583,560
Alcoholic beverage wholesale sales	83,000,000	79,613,739	96	3,386,261	--
Business personal property	44,000,000	42,800,145	97	1,199,855	--
Alcoholic beverage excise	60,500,000	59,326,995	98	1,173,005	--
Corporation business - Banks and financial institutions	47,000,000	43,345,389	92	3,654,611	--
Realty transfer	22,000,000	29,906,644	136	--	7,906,644
Pari-mutuel	9,500,000	9,704,882	102	--	204,882
Motor fuel use	7,000,000	7,069,503	101	--	69,503
Savings Institutions	1,000,000	3,567,268	357	--	2,567,268
TOTAL MAJOR TAXES	4,081,000,000	4,325,176,743	106	12,199,681	256,376,424
MISCELLANEOUS TAXES, FEES, REVENUES					
Department of Agriculture:					
Animal plant disease and pest control fees	61,450	84,511	138	--	23,061
Fertilizer inspection and other fees	154,700	152,395	99	2,305	--
Milk control licenses and fees	180,000	405,368	225	--	225,368
Total Department of Agriculture	396,150	642,274	162	2,305	248,429

Department of Banking:					
Bank assessments	1,500,000	1,373,022	92	126,978	--
Examining and other fees	2,000,000	2,290,503	115	--	290,503
New Jersey Cemetery Board	88,190	82,119	93	6,071	--
Total Department of Banking	3,588,190	3,745,644	104	133,049	290,503
Department of Community Affairs:					
Boarding home fees	175,000	211,323	121	--	36,323
Construction fees	750,000	346,982	46	403,018	--
Housing inspection fees	3,366,990	3,789,952	113	--	422,962
Local government services	128,500	111,637	87	16,863	--
Planned real estate development fees	425,000	425,000	100	--	--
Total Department of Community Affairs	4,845,490	4,884,894	101	419,881	459,285
Department of Education:					
Katzenbach School for the Deaf - Tuition	2,805,050	2,805,050	100	--	--
Licensing fees - Miscellaneous	136,250	158,506	116	--	22,256
Non-public schools textbook recoveries	210,000	196,857	94	13,143	--
Total Department of Education	3,151,300	3,160,413	100	13,143	22,256
Department of Energy:					
Assessments - Cable TV	1,194,018	1,194,116	100	--	98
Assessments - Public Utility	12,644,719	12,690,543	100	--	45,824
Fees, fines and penalties	150,000	100,893	67	49,107	--
Total Department of Energy	13,988,737	13,985,552	100	49,107	45,922
Department of Environmental Protection:					
Air pollution fees	425,000	425,005	100	--	5
Examination licensing fees	37,045	16,720	45	20,325	--
Forest management sales	48,943	39,831	81	9,112	--
Hunters' and Anglers' License Fund	6,067,092	6,075,085	100	--	7,993

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ANTICIPATED TO JUNE 30, 1984	REALIZED TO JUNE 30, 1984		REALIZATION UNDER ANTICIPATION	REALIZATION OVER ANTICIPATION
		AMOUNT	PER CENT		
Department of Environmental Protection (Continued)					
Marina rentals	$ 790,000	$ 787,482	100	$ 2,518	$ --
Marine Lands Management - Miscellaneous revenue	16,500	30,810	187	--	14,310
Morris Canal Fund	48,000	81,148	169	--	33,148
New Jersey Pilot Commissioners	73,400	73,400	100	--	--
Parks management	2,111,000	2,865,688	136	--	754,688
Radiation protection	433,000	433,614	100	--	614
Round Valley and Spruce Run Water Sales	750,000	968,250	129	--	218,250
Shell fisheries leases	366,222	280,882	77	85,340	--
Solid waste management fees	670,000	874,270	130	--	204,270
Water monitoring and planning	109,000	117,925	108	--	8,925
Water pollution fees	50,000	29,231	58	20,769	--
Total Department of Environmental Protection	11,995,202	13,099,341	109	138,064	1,242,203
Department of Health:					
Licenses, permits and fees	1,000,000	1,094,511	109	--	94,511
Total Department of Health	1,000,000	1,094,511	109	--	94,511
Department of Higher Education:					
Bond interest recoveries	358,478	358,478	100	--	--
School of conservation	440,000	440,000	100	--	--
Thomas A. Edison College					
Tuition - Regular	410,000	299,047	73	110,953	--
Glassboro State College					
Miscellaneous institutional support	33,000	63,406	192	--	30,406
N.J. Educational Computer Network	--	773	--	--	773
Other student fees	87,000	91,756	105	--	4,756
Tuition - regular	6,792,000	6,706,827	99	85,173	--

Department of Higher Education (Continued)					
Jersey City State College					
Miscellaneous institutional support	26,000	23,899	92	2,101	--
Other student fees	55,000	47,414	86	7,586	--
Tuition - Regular	5,281,000	5,324,417	101	--	43,417
Kean College of New Jersey					
Miscellaneous institutional support	81,000	95,891	118	--	14,891
Other student fees	102,000	96,062	94	5,938	--
Tuition - Regular	8,055,000	7,863,854	98	191,146	--
William Paterson College					
Miscellaneous institutional support	128,000	119,725	94	8,275	--
Other student fees	104,000	90,962	87	13,038	--
Tuition - Regular	7,654,000	6,788,008	89	865,992	--
Montclair State College					
Miscellaneous institutional support	100,000	87,129	87	12,871	--
Other student fees	122,000	139,520	114	--	17,520
Tuition - Regular	9,810,000	9,502,096	97	307,904	--
Trenton State College					
Miscellaneous institutional support	5,000	11,626	233	--	6,626
Other student fees	102,000	110,864	109	--	8,864
Tuition -Regular	6,635,000	6,004,650	90	630,350	--
Ramapo College of New Jersey					
Miscellaneous institutional support	22,000	20,124	91	1,876	--
New Jersey Educational Computer Network	--	773	--	--	773
Other Student Fees	25,000	24,046	96	954	--
Tuition - Regular	2,863,000	2,751,806	96	111,194	--
Richard Stockton State College					
Miscellaneous institutional support	30,000	55,421	185	--	25,421
Other student fees	38,000	39,590	104	--	1,590
Tuition - Regular	3,624,000	3,627,868	100	--	3,868
University of Medicine and Dentistry					
Hospital Service Recoveries	3,986,782	3,986,782	100	--	--
Total Department of Higher Education	56,969,260	54,772,814	96	2,355,351	158,905

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ANTICIPATED TO JUNE 30, 1984	REALIZED TO JUNE 30, 1984 AMOUNT	REALIZED TO JUNE 30, 1984 PER CENT	REALIZATION UNDER ANTICIPATION	REALIZATION OVER ANTICIPATION
Department of Human Services:					
Adoption law fees	$ 150,000	$ 120,930	81	$ 29,070	$ --
Medicare recoveries	2,000,000	2,375,067	119	--	375,067
Patients and residents recoveries:					
Institutions for the retarded:					
Edward R. Johnstone Training and Research Center	1,516,797	1,627,328	107	--	110,531
Green Brook Regional Center	411,451	1,217,759	296	--	806,308
Hunterdon Development Center	9,005,418	9,577,087	106	--	571,669
North Princeton Development Center	5,961,539	8,716,925	146	--	2,755,386
New Lisbon Development Center	5,580,062	6,853,171	123	--	1,273,109
North Jersey Development Center	6,439,000	6,382,209	99	56,791	--
Vineland Development Center	14,434,255	15,368,090	106	--	933,835
Woodbine Development Center	6,581,995	7,539,254	115	--	957,259
Woodbridge Development Center	7,047,397	7,923,280	112	--	875,883
Psychiatric hospitals:					
Ancora Psychiatric Hospital	12,343,680	12,828,468	104	--	484,788
Arthur Brisbane Child Center at Allaire	432,034	779,114	180	--	347,080
Forensic Psychiatric Hospital	--	2,252,120	--	--	2,252,120
Glen Gardner Center for Geriatrics	3,293,141	2,496,374	76	796,767	--
Greystone Park Psychiatric Hospital	11,712,987	18,630,688	159	--	6,917,701
Marlboro Psychiatric Hospital	12,538,376	13,918,554	111	--	1,380,178
Trenton Psychiatric Hospital	11,918,358	15,224,181	128	--	3,305,823
Soldiers' homes:					
Menlo Park	2,609,334	2,849,851	109	--	240,517
Vineland	2,100,000	2,170,176	103	--	70,176
Special residential services	6,000,000	15,909,730	265	--	9,909,730
Total Department of Human Services	122,075,824	154,760,356	127	882,628	33,567,160

Department of Insurance:					
Actuarial Services	815,774	815,774	100	--	--
Licensing and enforcement	3,800,000	3,819,821	101	--	19,821
Real estate commission	2,000,000	1,999,835	100	165	--
Total Department of Insurance	6,615,774	6,635,430	100	165	19,821
Department of Labor:					
Licenses, permits and fines	895,660	735,192	82	160,468	--
Special Compensation Fund	890,359	940,359	106	--	50,000
Total Department of Labor	1,786,019	1,675,551	94	160,468	50,000
Department of Law and Public Safety:					
Amusement Games Control fees	151,100	--	--	151,100	--
Beverage licenses	3,336,300	5,215,452	156	--	1,879,152
Bus Excise Tax	254,200	327,413	129	--	73,213
Division of Consumer Affairs:					
General revenues:					
Athletic Commission	425,000	524,118	123	--	99,118
Bureau of Securities	640,000	1,580,297	247	--	940,297
Consumer fines	35,000	42,534	122	--	7,534
Kosher Food Inspection	--	4,000	--	--	4,000
Legalized Games of Chance Control	435,000	419,550	96	15,450	--
Private Employment Agencies	250,000	249,542	100	458	--
Weights and Measures - General	125,000	134,805	108	--	9,805
Professional examining board fees:					
State Board of Architects	161,970	161,970	100	--	--
State Board of Barber Examiners	115,822	106,268	92	9,554	--
State Board of Beauty Culture	414,751	414,751	100	--	--
State Board of Certified Public Accountants	626,916	626,916	100	--	--
State Board of Dentistry	282,971	282,971	100	--	--
State Board of Electrical Contractors	237,570	237,570	100	--	--
State Board of Examiners of Master Plumbers	254,981	254,981	100	--	--
State Board of Examiners of Ophthalmic Dispensers and Ophthalmic Technicians	72,643	72,643	100	--	--
State Board of Marriage Counselor Examiners	42,113	42,113	100	--	--
State Board of Medical Examiners	1,030,690	1,030,690	100	--	--

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ANTICIPATED TO JUNE 30, 1984	REALIZED TO JUNE 30, 1984 AMOUNT	PER CENT	REALIZATION UNDER ANTICIPATION	REALIZATION OVER ANTICIPATION
Division of Consumer Affairs (Continued):					
Professional examining board fees:					
State Board of Mortuary Science	$ 143,869	$ 117,593	82	$ 26,276	$ --
State Board of Nursing	860,049	860,049	100	--	--
State Board of Optometrists	86,770	86,770	100	--	--
State Board of Pharmacy	295,441	295,441	100	--	--
State Board of Professional Engineers and Land Surveyors	324,464	324,464	100	--	--
State Board of Professional Planners	122,965	121,863	99	1,102	--
State Board of Psychological Examiners	62,124	62,124	100	--	--
State Board of Public Movers and Warehousemen	102,280	102,280	100	--	--
State Board of Shorthand Reporting	16,719	15,649	94	1,070	--
State Board of Veterinary Medical Examiners	44,892	44,892	100	--	--
Division of State Police - Licenses	725,000	848,160	117	--	123,160
Motor Vehicle Security Responsibility Law Administration	4,853,813	4,830,341	100	23,472	--
Pleasure boat licenses	1,700,000	1,066,323	63	633,677	--
Other boating fees	35,000	72,192	206	--	37,192
Total Department of Law and Public Safety	18,265,413	20,576,725	113	862,159	3,173,471
Department of State:					
Administrative procedures publications	100,000	--	--	100,000	--
Commissions	455,000	528,381	116	--	73,381
General revenues - Fees	6,540,000	7,147,983	109	--	607,983
Uniform Commercial Code - Fees	1,060,000	1,327,251	125	--	267,251
Total Department of State	8,155,000	9,003,615	110	100,000	948,615

Department of Transportation:					
Applications and highway permits	1,010,500	557,371	55	453,129	--
Division of Aeronautics	92,720	--	--	92,720	--
Outdoor advertising	236,800	227,159	96	9,641	--
Total Department of Transportation	1,340,020	784,530	59	555,490	--
Department of Treasury:					
Coin operated telephones	70,000	53,977	77	16,023	--
Escheats, Personal Property (14 year law)	200,000	55,664	28	144,336	--
Interest on deposits	1,000,000	1,129,773	113	--	129,773
Investment earnings	--	8,686,770	--	--	8,686,770
Municipal purposes tax assistance fund	56,040,000	56,200,000	100	--	160,000
New Jersey Sports and Exposition Authority	4,000,000	1,000,000	25	3,000,000	--
Public Utility radiation response assessment	700,000	--	--	700,000	--
Public Utility Taxes - Administration	152,000	234,882	155	--	82,882
Public Utility Gross Receipts and Franchise Taxes	66,061,000	77,800,000	118	--	11,739,000
Railroad Tax:					
Class II	100,000	42,420	42	57,580	--
Class II Prior Years	--	27,674	--	--	27,674
Franchise	100,000	2,663,562	2,664	--	2,563,562
Sale of state land	2,845,000	1,001,133	35	1,843,867	--
Vending machine commission	150,000	236,797	158	--	86,797
Wage Reporting	--	742,146	--	--	742,146
Total Department of the Treasury	131,418,000	149,874,798	114	5,761,806	24,218,604
Miscellaneous Executive Commissions:					
Delaware River Joint Toll Bridge Commission Pennsylvania share	1,027,060	1,091,001	106	--	63,941
Total Miscellaneous Executive Commissions	1,027,060	1,091,001	106	--	63,941
Other Sources:					
Miscellaneous revenue	1,500,000	982,762	66	517,238	--
Total Other Sources	1,500,000	982,762	66	517,238	--

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ANTICIPATED TO JUNE 30, 1984	REALIZED TO JUNE 30, 1984 AMOUNT	REALIZED TO JUNE 30, 1984 PER CENT	REALIZATION UNDER ANTICIPATION	REALIZATION OVER ANTICIPATION
Inter-Departmental Accounts:					
Administration and investment of pension and social security funds	$ 10,000,000	$ 12,553,492	126	$ --	$ 2,553,492
Employee maintenance deductions	2,500,000	1,940,426	78	559,574	--
Health benefits contribution reimbursement from special funds	11,500,000	19,792,397	172	--	8,292,397
Indirect cost recovery - Federal	9,000,000	9,310,896	103	--	310,896
Judicial Retirement System reimbursements	1,400,000	1,229,362	88	170,638	--
Other fringe benefit reimbursement from special funds	1,200,000	2,111,199	176	--	911,199
Pension contribution reimbursement from special funds	19,500,000	30,351,868	156	--	10,851,868
Public employer's contribution reimbursement	8,200,000	11,528,997	141	--	3,328,997
Reimbursement from Rutgers - Employer's share of employees' benefits	4,450,000	3,464,791	78	985,209	--
Rent of State building space	1,600,000	764,736	48	835,264	--
Social security contribution reimbursement from special funds	15,375,000	18,646,678	121	--	3,271,678
Total Inter-Departmental Accounts	84,725,000	111,694,842	132	2,550,685	29,520,527
Judicial Branch:					
Court fees	13,013,132	13,342,165	103	--	329,033
Violent crimes compensation act	4,906,145	2,418,547	49	2,487,598	--
Total Judicial Branch	17,919,277	15,760,712	88	2,487,598	329,033
TOTAL MISCELLANEOUS TAXES, FEES, REVENUES	490,761,716	568,225,765	116	16,989,137	94,453,186

INTERFUND TRANSFERS

Beaches and Harbor Fund	1,500,000	649,788	43	850,212	--
Clean Waters Fund	1,600,000	1,209,414	76	390,586	--
Correctional Facilities Construction	1,500,000	3,130,056	209	--	1,630,056
Disability Benefit Liability Fund	--	126,090	--	--	126,090
Emergency Flood Control Fund	1,365,000	765,184	56	599,816	--
Energy Conservation Fund	1,100,000	838,217	76	261,783	--
Farmland Preservation	--	366,412	--	--	366,412
Higher Education Buildings Construction Fund (Act of 1971)	350,000	162,064	46	187,936	--
Housing Assistance Fund	2,500	89,794	3,592	--	87,294
Institutional Construction Fund 1978	200,000	650,101	325	--	450,101
Institutions Construction Fund	600,000	482,932	80	117,068	--
Marine Land Management - Delineation and title determination - School Fund	880,000	880,000	100	--	--
Medical Education Facilities Fund	500,000	154,612	31	345,388	--
Mortgage Assistance Fund	250,000	368,909	148	--	118,909
Motor Vehicle Security-Responsibility Fund	45,000	35,272	78	9,728	--
Natural Resources Fund	150,000	734,450	490	--	584,450
Outstanding Checks 6 years & over Escheated	--	801,036	--	--	801,036
Outstanding Checks Account	600,000	594,299	99	5,701	--
Public Building Construction Fund	275,000	67,687	25	207,313	--
Public Purpose Buildings Construction Fund	1,000,000	3,038,218	304	--	2,038,218
School Fund	3,400,000	3,853,925	113	--	453,925
State Disability Benefits Fund	7,868,085	7,819,593	99	48,492	--
State Land Acquisition and Development Fund	5,100,000	2,783,455	55	2,316,545	--
State Lottery Fund	291,000,000	359,756,904	124	--	68,756,904
State 1964 Institution Construction Fund	500	23	5	477	--
State of New Jersey Cash Management Fund	500,000	100,000	20	400,000	--
State Recreation and Conservation Land Acquisition and Development Fund (Act of 1971)	500,000	354,622	71	145,378	--
State Recreation and Conservation Land Acquisition and Development Fund (Act of 1974)	3,100,000	2,536,136	82	563,864	--
State Transportation Fund	1,100,000	1,127,400	102	--	27,400
State Water Development Fund	110,000	54,886	50	55,114	--

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ANTICIPATED TO JUNE 30, 1984	REALIZED TO JUNE 30, 1984 AMOUNT	REALIZED TO JUNE 30, 1984 PER CENT	REALIZATION UNDER ANTICIPATION	REALIZATION OVER ANTICIPATION
INTERFUND TRANSFERS (Continued)					
Transportation Fund	$ 30,000,000	$ 35,449,148	118	$ --	$ 5,449,148
Transportation Rehabilitation and Improvement Fund of 1979	3,000,000	8,635,451	288	--	5,635,451
Unclaimed Bank Deposits Escheat Reserve Fund	1,500,000	1,736,165	116	--	236,165
Unclaimed Domestic Life Insurance Escheat Reserve Fund	450,000	577,272	128	--	127,272
Unclaimed Personal Property Trust Fund	1,800,000	8,161,801	453	--	6,361,801
Unemployment Benefit Liability Fund	--	117,683	--	--	117,683
Unemployment Compensation Auxiliary Fund	11,000,000	9,772,837	89	1,227,163	--
Unsatisfied Claim and Judgement Fund	713,000	557,970	78	155,030	--
Veterans Guaranteed Loan Fund	--	55,000	--	--	55,000
Water Conservation Fund	600,000	767,219	128	--	167,219
Water Supply Fund	400,000	509,215	127	--	109,215
TOTAL INTERFUND TRANSFERS	374,059,085	459,871,240	123	7,887,594	93,699,749
TOTAL REVENUES, GENERAL FUND	$ 4,945,820,801	$ 5,353,273,748	108	$ 37,076,412	$ 444,529,359

STATE OF NEW JERSEY
PROPERTY TAX RELIEF FUND
STATEMENT OF ANTICIPATED REVENUE
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ANTICIPATED TO JUNE 30, 1984	REALIZED TO JUNE 30, 1984 AMOUNT	PER CENT	REALIZATION UNDER ANTICIPATION	REALIZATION OVER ANTICIPATION
Gross Income Tax	$ 1,655,000,000	$ 1,732,234,975	105	$ --	$ 77,234,975
TOTAL PROPERTY TAX RELIEF FUND	$ 1,655,000,000	$ 1,732,234,975	105	$ --	$ 77,234,975

STATE OF NEW JERSEY
GUBERNATORIAL ELECTIONS FUND
STATEMENT OF ANTICIPATED REVENUE
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ANTICIPATED TO JUNE 30, 1984	REALIZED TO JUNE 30, 1984 AMOUNT	PER CENT	REALIZATION UNDER ANTICIPATION	REALIZATION OVER ANTICIPATION
Taxpayers' Designations	$ 1,700,000	$ 1,428,799	84	$ 271,201	$ --
TOTAL GUBERNATORIAL ELECTIONS FUND	$ 1,700,000	$ 1,428,799	84	$ 271,201	$ --

STATE OF NEW JERSEY
CASINO CONTROL FUND
STATEMENT OF ANTICIPATED REVENUE
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ANTICIPATED TO JUNE 30, 1984	REALIZED TO JUNE 30, 1984 AMOUNT	REALIZED TO JUNE 30, 1984 PER CENT	REALIZATION UNDER ANTICIPATION	REALIZATION OVER ANTICIPATION
Licenses and fees	$ 38,087,635	$ 40,517,289	106	$ --	$ 2,429,654
TOTAL CASINO CONTROL FUND	$ 38,087,635	$ 40,517,289	106	$ --	$ 2,429,654

STATE OF NEW JERSEY
CASINO REVENUE FUND
STATEMENT OF ANTICIPATED REVENUE
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	ANTICIPATED TO JUNE 30, 1984	REALIZED TO JUNE 30, 1984 AMOUNT	REALIZED TO JUNE 30, 1984 PER CENT	REALIZATION UNDER ANTICIPATION	REALIZATION OVER ANTICIPATION
Gross Revenue Tax	$ 132,000,000	$ 148,500,716	113	$ --	$ 16,500,716
Investment Income	3,000,000	4,276,850	143	--	1,276,850
TOTAL CASINO REVENUE FUND	$ 135,000,000	$ 152,777,566	113	$ --	$ 17,777,566

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATED REVENUE
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

	STATE	FEDERAL	OTHER	TOTAL
LEGISLATIVE BRANCH	$ --	$ --	$ 30,000	$ 30,000
EXECUTIVE BRANCH:				
Chief Executive	--	--	297,499	297,499
Agriculture	--	2,227,595	10,564,810	12,792,405
Civil Service	353,984	509	--	354,493
Commerce and Economic Development	--	93,921	94,188	188,109
Community Affairs	1,664,443	74,779,711	9,507,851	85,952,005
Corrections	--	42,798	18,133,898	18,176,696
Defense	306,802	3,559,022	49,563	3,915,387
Education	2,980,924	240,802,571	4,766,223	248,549,718
Energy	433,065	6,236,241	3,103,783	9,773,089
Environmental Protection	9,266,026	30,563,752	17,695,876	57,525,654
Health	4,998,153	78,886,609	5,545,005	89,429,767
Higher Education	4,466,072	27,279,246	31,081,325	62,826,643
Human Services	10,543,064	1,105,319,159	58,857,759	1,174,719,982
Insurance	3,403,640	--	530,900	3,934,540
Labor	10,775,373	171,065,762	19,158,704	200,999,839
Law and Public Safety	31,362,801	8,133,791	20,305,315	59,801,907
Public Advocate	306,547	204,478	3,877,400	4,388,425
State	471,561	525,543	2,083,206	3,080,310
Transportation	1,382,290	196,694,947	16,541,130	214,618,367
Treasury	470,668	--	725,453,055	725,923,723
TOTAL EXECUTIVE BRANCH	83,185,413	1,946,415,655	947,647,490	2,977,248,558
JUDICIAL BRANCH	952,690	218,277	--	1,170,967
TOTAL APPROPRIATED REVENUE	$ 84,138,103	$ 1,946,633,932	$ 947,677,490	$ 2,978,449,525

EXPENDITURE STATEMENTS

STATE OF NEW JERSEY
SUPPLEMENTARY EXPENDITURE DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

Expenditures are made against authorized appropriations specifically identified in the annual Appropriations Act or subsequent supplemental appropriations. The term, "expenditures" is commonly referred to as "budgetary expenditures" and includes not only actual disbursements, but also encumbrances. These expenditures are associated with the annual State Budget. The State, however, also makes expenditures against "other authorized appropriations." These appropriations include federal aid and certain receipts known as appropriated revenue. In addition, provisions in the Appropriations Act permit the carrying forward of unexpended balances of prior appropriations.

Total expenditures in the General Fund in fiscal year 1984 were $7,924.0 million, an increase of $627.8 million over fiscal year 1983. General Fund expenditures associated with the 1984 Appropriations Act amounted to $5,047.9 million, an increase of $343.6 million or 7.3 per cent over fiscal year 1983. In addition, expenditures from the Property Tax Relief Fund amounted to $1,639.9 million, and expenditures from the Casino Revenue Fund amounted to $140.0 million. The grand total of expenditures in fiscal year 1984 amounted to $9.7 billion, an increase of $602.3 million or 6.8 per cent over fiscal year 1983.

STATE AID TO LOCAL GOVERNMENTS

State aid was the largest expenditure of the state budget. State aid pertains to those expenditures paid by the State to a local government or non-profit agency to help finance activities which are the responsibility of the local unit. Most state aid expenditures are based upon statutory formula. In fiscal year 1984, 54.6 percent of the State's expenditures consisted of funds which were distributed to homeowners, municipalities, counties, school districts, and for the non-federal share of the Medicaid program. The total amount expended for state aid was $3,747.8 million.

The largest state aid expenditure, $2,169.4 million, was provided for local elementary and secondary education programs. Of this amount, $1,107.8 million was provided as equalization aid to each school district by formula based upon the number of students and the ability of the school district to raise taxes from its own base. In addition, the State provided $191.4 million for special education programs for mentally retarded, visually handicapped, and other children with special needs.

A compensatory education program ($79.7 million) was also funded for those children needing to improve basic skills such as mathematics, reading, etc. The State also expended $492.8 million on behalf of local governments as the employer's share of the Teachers' Pension and Benefits programs, and $116.0 million to pay 90 percent of all approved pupil transportation costs. Additional state aid provided for a portion of the cost of building construction, school lunches, vocational education, adult and continuing education, and local library aid.

State aid expenditures by the Treasury Department totaled $612.7 million in fiscal year 1984. The principal programs funded were homestead rebates to homeowners to provide property tax relief ($266.8 million), the cost of senior citizens' and veterans' property tax deductions ($36.7 million), revenue sharing to municipalities to reduce property taxes ($50.0 million), payment of a portion of the public utilities taxes to qualifying municipalities ($30.5 million), taxes previously paid on business personal property ($158.7 million), and in lieu of tax payments ($13.0 million).

A total of $776.0 million was expended for state aid programs administered by the Department of Human Services. Of that amount, $462.1 million was expended as the State's share of Medicaid, which provides hospital, nursing home, medical, and pharmacist services for those people eligible for a variety of welfare programs. In addition, $256.4 million was expended for welfare programs, $25.0 million for community mental health services, and $35.7 million for youth and family child care services.

Other expenditures of state aid in fiscal year 1984 included aid to county colleges ($58.3 million), municipal aid to eligible urban communities to maintain and upgrade municipal services ($39.7 million), and county welfare equalization aid ($15.0 million).

DIRECT STATE SERVICES

The second largest portion of expenditures in fiscal year 1984 was applied to direct state services programs, under the direct responsibility of the State government's twenty departments, the Executive Office, several commissions, the Legislature, and the Judiciary. In fiscal year 1984, expenditures for direct state services totaled $2,804.6 million and represented approximately 41 per cent of expenditures. Some of the major expenditures for direct state services during fiscal year 1984 are described as follows.

STATE OF NEW JERSEY
SUPPLEMENTARY EXPENDITURE DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 1984

A total of $541.6 million was expended by the Department of Higher Education for the support of the state colleges; Rutgers, the State University; the New Jersey Institute of Technology; and the University of Medicine and Dentistry of New Jersey.

A total of $563.2 million was expended for programs administered by the Department of Human Services. Expenditures were made to provide support for day care centers, homemaker services, child abuse prevention, juvenile reform programs, and mental health and mental retardation programs, including the operation of seven psychiatric institutions and seven schools for the retarded. $43.6 million was expended on the Pharmaceutical Assistance Program to the Aged.

A total of $428.1 million was expended by the Departments of Law and Public Safety, and Corrections. Among the programs supported by this expenditure were the administration of the State's fourteen correctional facilities and parole activities, the registration and regulation of motor vehicles and licensed drivers, and the investigative and enforcement activities of the State Police.

A total of $269.9 million was expended by the Department of Transportation for the various programs it administers, such as the maintenance and improvement of the State's highway system of 10,519 lane miles, and operating subsidies for railroads and bus companies.

A total of $78.3 million was expended for community development and environmental protection programs, principally for the protection of air, land, forest, wild life, shellfish resources, and for the provision of outdoor recreational facilities.

DEBT SERVICE

The primary method of state financing of capital projects is through the sale of general obligation bonds of the State of New Jersey. These bonds are backed by the full faith and credit of the State. State tax revenues are pledged to meet the principal and interest payments required to fully pay the debt. When the State sells bonds, it commits itself to repay the borrowed amount in full and with interest. Debt service refers to these annual principal and interest payments. The total of principal and interest paid in fiscal year 1984 was $266.5 million, as compared to $238.9 million in fiscal year 1983. Debt service represents 3.9 per cent of the total state expenditures.

CAPITAL CONSTRUCTION

In 1984, $45.6 million, or 0.7 per cent of the State budget, was expended for capital construction. This compares to $40.7 million expended in 1983. Monies expended for capital construction represent the State's effort on a pay-as-you-go basis as contrasted to issuing bonds.

The largest pay-as-you-go capital expenditure was in the area of highway construction ($27.1 million). These monies include federal funds which were matched by state funds for highway construction under one of several federal programs, namely, Interstate Highway Projects, Urban Highway Projects, Rural Highway Projects, and Highway Safety Projects. Other capital monies were used to finance highway projects which were not eligible for federal highway aid. Most of the remaining capital expenditures were for renovations and improvements at state institutions, state colleges and universities.

Capital expenditures are subject to the review and recommendation of the New Jersey Commission on Capital Budgeting and Planning. This permanent Commission was established in November, 1975, and is charged with the preparation of the State Capital Improvement Plan, which contains proposals for state spending for capital projects. The Capital Improvement Plan must be submitted to the Governor and the Legislature by December 1 of each year. The recommendations for capital expenditures from both the General Fund and the bond fund accounts made by the Commission to the Governor and Legislature are recognized in the annual State Budget.

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES
FOR THE FISCAL YEAR ENDING JUNE 30, 1984

DIRECT STATE SERVICES	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES	LAPSED	ENCUMBRANCES	CONTINUING APPROPRIATIONS
LEGISLATIVE BRANCH	$ 22,890,056	$ 3,116,548	$ 23,509,055	$ 25,000	$ 638,266	$ 1,834,283
EXECUTIVE BRANCH:						
Chief Executive's Office	2,722,110	1,422,220	3,680,900	--	206,800	256,630
Agriculture	6,175,495	97,075	5,575,419	220,461	338,623	138,067
Banking	4,508,209	143,428	4,027,649	364,972	256,816	2,200
Civil Service	12,024,223	2,754,297	12,561,568	158,540	1,010,064	1,048,348
Commerce and Economic Development	7,420,500	103,199	5,923,803	65,428	1,395,524	138,944
Community Affairs	14,138,843	2,337,762	14,226,627	604,235	1,639,111	6,632
Corrections	185,565,326	26,778,055	195,779,643	1,643,657	11,914,790	3,005,291
Defense	9,494,746	779,382	8,530,265	2,537	1,555,845	185,481
Education	28,703,912	902,707	27,920,032	162,106	1,034,985	489,496
Energy	16,358,600	2,137,389	15,991,187	53,130	479,868	1,971,804
Environmental Protection	50,751,035	12,390,544	55,688,738	317,010	5,433,255	1,702,576
Health	30,303,383	7,957,570	33,208,899	325,187	2,991,299	1,735,568
Higher Education	524,213,984	24,262,068	530,487,472	892,740	11,115,083	5,980,757
Human Services	449,707,284	38,980,706	461,746,890	3,320,305	16,958,459	6,662,336
Insurance	6,039,292	3,719,602	5,855,440	102,336	246,680	3,554,438
Labor	35,001,090	12,122,189	40,540,300	2,835,584	2,956,243	791,152
Law and Public Safety	163,530,051	42,830,991	192,086,242	1,196,017	6,422,622	6,656,161
Public Advocate	25,439,903	5,243,291	28,867,478	7,362	1,333,518	474,836
State	12,709,016	2,679,978	13,327,315	89,124	1,852,255	120,300
Transportation	266,168,961	15,126,971	260,681,550	1,428,147	9,224,222	9,962,013
Treasury	76,080,454	11,403,744	81,151,292	343,380	5,461,929	527,597
Miscellaneous Executive Commissions	2,902,121	248,153	2,548,316	169,628	19,375	412,955
Inter-Departmental Accounts	597,037,410	(72,618,357)	490,326,881	11,005,252	16,557,154	6,529,766
TOTAL EXECUTIVE BRANCH	2,526,995,948	141,802,964	2,490,733,906	25,307,138	100,404,520	52,353,348
JUDICIAL BRANCH	48,493,965	4,868,482	45,468,054	--	3,718,604	4,175,789
TOTAL DIRECT STATE SERVICES	$ 2,598,379,969	$ 149,787,994	$ 2,559,711,015	$ 25,332,138	$ 104,761,390	$ 58,363,420

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES(Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1984

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES	LAPSED	ENCUMBRANCES	CONTINUING APPROPRIATIONS
STATE AID						
LEGISLATIVE BRANCH	$ --	$ --	$ --	$ --	$ --	$ --
EXECUTIVE BRANCH:						
Commerce and Economic Development	2,500,000	--	2,488,104	11,896	--	--
Community Affairs	93,170,358	500,000	88,858,880	670,246	4,130,101	11,131
Education	909,867,909	10,513,621	895,285,526	15,452,380	5,366,796	4,276,828
Environmental Protection	8,424,053	1,299,948	6,199,366	1,107,436	1,089,916	1,327,283
Health	3,638,736	--	3,431,416	2,207	205,113	--
Higher Education	69,487,500	1,378,270	68,303,791	--	6,999	2,554,980
Human Services	775,087,187	2,711,945	712,354,166	2,093,296	63,321,670	--
State	989,444	--	989,444	--	--	--
Transportation	9,700,000	13,447,521	393,982	--	10,604,482	12,149,057
Treasury	208,304,449	--	208,234,124	38,369	31,956	--
TOTAL EXECUTIVE BRANCH	2,081,139,636	29,851,305	1,986,538,799	19,375,830	84,757,033	20,319,279
TOTAL STATE AID	$ 2,081,139,636	$ 29,851,305	$ 1,986,538,799	$ 19,375,830	$ 84,757,033	$ 20,319,279

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES(Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1984

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES	LAPSED	ENCUMBRANCES	CONTINUING APPROPRIATIONS
CAPITAL CONSTRUCTION						
LEGISLATIVE BRANCH	$ 300,000	$ 83,221	$ 7,491	$ --	$ 296,859	$ 78,871
EXECUTIVE BRANCH:						
Agriculture	--	13	--	--	--	13
Corrections	--	1,614,709	483,916	--	793,013	337,780
Defense	596,900	368,417	292,995	--	241,890	430,432
Education	302,400	648,721	212,605	--	168,027	570,489
Energy	400,000	421	374,792	--	20,906	4,723
Environmental Protection	1,830,000	1,157,798	757,682	--	343,530	1,886,586
Health	496,500	99,179	456,160	--	39,487	100,032
Higher Education	6,000,000	1,921,679	1,271,335	--	1,262,143	5,388,201
Human Services	12,000,000	7,910,156	1,878,404	--	1,821,404	16,210,348
Law and Public Safety	500,000	770,156	153,911	--	83,961	1,032,284
State	--	6,444	5,976	--	--	468
Transportation	38,650,000	30,391,586	11,366,381	--	15,711,242	41,963,963
Treasury	2,272,000	11,415,888	883,118	6,000,000	6,674,854	129,916
Miscellaneous Executive Commissions	252,000	(20,000)	2,000	--	--	230,000
TOTAL EXECUTIVE BRANCH	63,299,800	56,285,167	18,139,275	6,000,000	27,160,457	68,285,235
TOTAL CAPITAL CONSTRUCTION	$ 63,599,800	$ 56,368,388	$ 18,146,766	$ 6,000,000	$ 27,457,316	$ 68,364,106

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES(Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1984

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES	LAPSED	ENCUMBRANCES	CONTINUING APPROPRIATIONS
DEBT SERVICE						
EXECUTIVE BRANCH:						
Agriculture	$ --	$ 148,000	$ 148,000	$ --	$ --	$ --
Community Affairs	3,311,690	--	3,311,690	--	--	--
Corrections	14,599,842	4,596,832	19,196,674	--	--	--
Education	6,547,364	14,430	6,561,794	--	--	--
Energy	1,879,048	--	1,879,048	--	--	--
Environmental Protection	82,188,789	370,000	82,558,786	3	--	--
Health	94,441	--	94,441	--	--	--
Higher Education	40,552,400	1	40,552,401	--	--	--
Human Services	25,161,509	773,247	25,934,756	--	--	--
Law and Public Safety	584,191	9,990	594,181	--	--	--
Transportation	80,120,830	5,572,750	85,693,579	1	--	--
Treasury	17,500,000	(12,335,250)	--	5,164,750	--	--
TOTAL EXECUTIVE BRANCH	272,540,104	(850,000)	266,525,350	5,164,754	--	--
TOTAL DEBT SERVICE	$ 272,540,104	$ (850,000)	$ 266,525,350	$ 5,164,754	$ --	$ --

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES(Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1984

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES	LAPSED	ENCUMBRANCES	CONTINUING APPROPRIATIONS
FEDERAL						
EXECUTIVE BRANCH:						
Chief Executive's Office	$ --	$ 48,710	$ 16,298	$ --	$ --	$ 32,412
Agriculture	--	2,578,338	1,907,956	--	357,819	312,563
Civil Service	--	74,882	8,624	--	--	66,258
Commerce and Economic Development	--	94,038	93,908	--	130	--
Community Affairs	--	82,714,694	50,009,694	--	30,552,056	2,152,944
Corrections	--	1,708,807	1,575,210	--	103,350	30,247
Defense	--	3,582,353	3,123,622	--	406,294	52,437
Education	--	243,282,025	233,116,245	--	7,720,598	2,445,182
Energy	--	6,199,000	1,596,019	--	905,338	3,697,643
Environmental Protection	--	33,095,743	19,874,119	--	11,685,302	1,536,322
Health	--	68,648,193	58,790,684	--	8,542,148	1,315,361
Higher Education	--	32,777,392	28,111,410	--	1,929,436	2,736,546
Human Services	--	1,094,913,730	1,065,988,901	--	27,280,659	1,644,170
Labor	--	181,806,394	158,502,540	--	16,582,578	6,721,276
Law and Public Safety	--	8,697,368	6,182,128	--	1,477,234	1,038,006
Public Advocate	--	318,236	283,782	--	33,765	689
State	--	553,125	382,766	--	77,609	92,750
Transportation	--	285,496,015	65,664,463	--	108,353,920	111,477,632
Treasury	--	3,000	3,000	--	--	--
TOTAL EXECUTIVE BRANCH	--	2,046,592,043	1,695,231,369	--	216,008,236	135,352,438
JUDICIAL BRANCH	--	15,406,699	11,082,178	--	4,324,521	--
TOTAL FEDERAL	$ --	$ 2,061,998,742	$ 1,706,313,547	$ --	$ 220,332,757	$ 135,352,438

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES(Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1984

ALL OTHER	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES	LAPSED	ENCUMBRANCES	CONTINUING APPROPRIATIONS
LEGISLATIVE BRANCH	$ --	$ 30,000	$ --	$ --	$ --	$ 30,000
EXECUTIVE BRANCH:						
Chief Executive's Office	--	297,499	93,017	--	--	204,482
Agriculture	--	14,951,951	11,492,079	--	612,214	2,847,658
Commerce and Economic Development	--	400,345	69,655	--	9,758	320,932
Community Affairs	--	14,039,716	7,390,795	--	2,141,854	4,507,067
Corrections	--	19,893,470	15,223,806	--	1,678,561	2,991,103
Education	--	6,326,333	5,066,558	4,066	385,196	870,513
Energy	--	4,136,042	3,330,217	--	38,930	766,895
Environmental Protection	--	23,085,253	14,521,736	--	1,720,012	6,843,505
Health	--	8,161,908	3,740,923	--	978,168	3,442,817
Higher Education	--	39,362,271	28,479,473	--	3,010,866	7,871,932
Human Services	--	63,213,697	53,933,969	--	4,399,818	4,879,910
Insurance	250,000	580,110	229,240	--	67,354	533,516
Labor	--	37,461,662	21,985,917	--	4,099,816	11,375,929
Law and Public Safety	--	22,641,134	12,907,083	--	5,479,816	4,254,235
Public Advocate	--	3,892,131	3,806,886	--	56,191	29,054
State	--	3,164,696	1,469,283	--	132,506	1,562,907
Transportation	--	21,252,565	9,807,563	--	3,829,330	7,615,672
Treasury	--	743,985,417	715,736,184	2,965,258	11,513,272	13,770,703
Inter-Departmental Accounts	--	12,371,560	--	--	--	12,371,560
TOTAL EXECUTIVE BRANCH	250,000	1,039,217,760	909,284,384	2,969,324	40,153,662	87,060,390
JUDICIAL BRANCH	--	16,119	3,092	--	--	13,027
TOTAL ALL OTHER	$ 250,000	$ 1,039,263,879	$ 909,287,476	$ 2,969,324	$ 40,153,662	$ 87,103,417

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES(Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1984

GENERAL FUND SUMMARY	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES	LAPSED	ENCUMBRANCES	CONTINUING APPROPRIATIONS
LEGISLATIVE BRANCH	$ 23,190,056	$ 3,229,769	$ 23,516,546	$ 25,000	$ 935,125	$ 1,943,154
EXECUTIVE BRANCH:						
Chief Executive's Office	2,722,110	1,768,429	3,790,215	--	206,800	493,524
Agriculture	6,179,495	17,775,377	19,123,454	220,461	1,308,656	3,298,301
Banking	4,508,209	143,428	4,027,649	364,972	256,816	2,200
Civil Service	12,024,223	2,829,179	12,570,192	158,540	1,010,064	1,114,606
Commerce and Economic Development	9,920,500	597,582	8,575,470	77,324	1,405,412	459,876
Community Affairs	110,620,891	99,592,172	163,797,686	1,274,481	38,463,122	6,677,774
Corrections	200,165,168	54,591,873	232,259,249	1,643,657	14,489,714	6,364,421
Defense	10,091,646	4,730,152	11,946,882	2,537	2,204,029	668,350
Education	945,421,585	261,687,837	1,168,162,760	15,618,552	14,675,602	8,652,508
Energy	18,637,648	12,472,852	23,171,263	53,130	1,445,042	6,441,065
Environmental Protection	143,193,877	71,399,286	179,600,427	1,424,449	20,272,015	13,296,272
Health	34,533,060	84,866,850	99,722,523	327,394	12,756,215	6,593,778
Higher Education	640,253,884	99,701,681	697,205,882	892,740	17,324,527	24,532,416
Human Services	1,261,925,980	1,208,503,481	2,321,837,086	5,413,601	113,782,010	29,396,764
Insurance	6,289,292	4,299,712	6,084,680	102,336	314,034	4,087,954
Labor	35,001,090	231,390,245	221,028,757	2,835,584	23,638,637	18,888,357
Law and Public Safety	164,614,242	74,949,639	211,923,545	1,196,017	13,463,633	12,980,686
Public Advocate	25,439,903	9,453,658	32,958,146	7,362	1,423,474	504,579
State	13,698,460	6,404,243	16,174,784	89,124	2,062,370	1,776,425
Transportation	394,639,791	371,287,408	433,607,518	1,428,148	147,723,196	183,168,337
Treasury	304,156,903	754,472,799	1,006,007,718	14,511,757	23,682,011	14,428,216
Miscellaneous Executive Commissions	3,154,121	228,153	2,550,316	169,628	19,375	642,955
Inter-Departmental Accounts	597,037,410	(60,246,797)	490,326,881	11,005,252	16,557,154	18,901,326
TOTAL EXECUTIVE BRANCH	4,944,225,488	3,312,899,239	7,366,453,083	58,817,046	468,483,908	363,370,690
JUDICIAL BRANCH	48,493,965	20,291,300	56,553,324	--	8,043,125	4,188,816
TOTAL GENERAL FUND SUMMARY	$ 5,015,909,509	$ 3,336,420,308	$ 7,446,522,953	$ 58,842,046	$ 477,462,158	$ 369,502,660

STATE OF NEW JERSEY
PROPERTY TAX RELIEF FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES(Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1984

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES	LAPSED	ENCUMBRANCES	CONTINUING APPROPRIATIONS
DIRECT STATE SERVICES						
Treasury	$ 18,625,569	$ --	$ 14,543,147	$ 1,019,506	$ 3,062,916	$ --
STATE AID						
Education	1,268,774,431	--	1,268,386,403	32,539	355,489	--
Treasury	362,600,000	32,744	353,579,607	9,053,137	--	--
TOTAL PROPERTY TAX RELIEF FUND	$ 1,650,000,000	$ 32,744	$ 1,636,509,157	$ 10,105,182	$ 3,418,405	$ --

STATE OF NEW JERSEY
GUBERNATORIAL ELECTIONS FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES
FOR THE FISCAL YEAR ENDING JUNE 30, 1984

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES	LAPSED	ENCUMBRANCES	CONTINUING APPROPRIATIONS
DIRECT STATE SERVICES						
Law and Public Safety	$ --	$ 28,940	$ 4,895	$ --	$ --	$ 24,045
TOTAL GUBERNATORIAL ELECTIONS FUND	$ --	$ 28,940	$ 4,895	$ --	$ --	$ 24,045

STATE OF NEW JERSEY
CASINO CONTROL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES(Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1984

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES	LAPSED	ENCUMBRANCES	CONTINUING APPROPRIATIONS
DIRECT STATE SERVICES						
Law and Public Safety	$ 23,027,225	$ --	$ 21,434,141	$ 1,174,715	$ 418,369	$ --
Treasury	15,060,410	--	14,377,556	159,579	523,275	--
TOTAL CASINO CONTROL FUND	$ 38,087,635	$ --	$ 35,811,697	$ 1,334,294	$ 941,644	$ --

STATE OF NEW JERSEY
CASINO REVENUE FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES
FOR THE FISCAL YEAR ENDING JUNE 30, 1984

	ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS	OTHER AUTHORIZED APPROPRIATIONS	EXPENDITURES	LAPSED	ENCUMBRANCES	CONTINUING APPROPRIATIONS
DIRECT STATE SERVICES						
Community Affairs	$ 1,300,000	$ --	$ 1,022,805	$ 212	$ 276,983	$ --
Human Services	95,302,308	--	82,675,968	10,856,441	1,769,899	--
STATE AID						
Human Services	10,500,000	--	181,034	10,198,966	120,000	--
Transportation	3,000,000	--	--	--	3,000,000	--
Treasury	50,900,000		50,900,000			
TOTAL CASINO REVENUE FUND	$ 161,002,308	$ --	$ 134,779,807	$ 21,055,619	$ 5,166,882	$ --

PUBLIC AUTHORITIES AND AGENCIES

STATE OF NEW JERSEY
PUBLIC AUTHORITIES AND AGENCIES
FISCAL YEAR ENDED JUNE 30, 1984

Authorities are public, corporate entities, created by the State under enabling legislation to carry on a specific function outside the regular structure of government. They are legal entities which may incur debt, own property,and have the power to finance their activities by means of user charges.

Historically, public authorities were established to finance, construct, and operate, on a self-sustaining basis, revenue-producing facilities of a public benefit, such as bridges and roads. Later, authorities were used to finance types of construction traditionally financed by the State itself, such as state university and health facilities. More recently, public authorities have served as financing vehicles to undertake services once provided by private enterprise, such as stadiums, housing, and capitalization for business development or expansion.

Generally, public authorities are not defined either in the New Jersey Constitution or in statute. Instead, each authority has been established to perform a specific set of functions and has been given specific, unique powers in the enabling legislation establishing the agency. There are fourteen state authorities or agencies within New Jersey which have the legislative power to issue bonds. In addition, there are five regional or bi-state authorities which provide facilities and/or do planning for New Jersey residents, but which do not operate solely within the boundaries of New Jersey. A short description of the thirteen statewide authorities and the five regional authorities follows.

STATE AUTHORITIES

SOUTH JERSEY PORT CORPORATION

The South Jersey Port Corporation, an entity of the State's Department of Commerce and Economic Development, was created in 1968 by the South Port Corporation Act. The Act conferred upon the Corporation the powers to establish, acquire, construct, rehabilitate, improve, operate, and maintain marine terminals in the South Jersey Port District, including Mercer, Burlington, Camden, Gloucester, Salem, Cumberland, and Cape May counties. To this end, the Corporation may issue tax-exempt revenue bonds subject to the provisions and restrictions of the Marine Terminal Revenue Bond Resolution adopted November 30, 1970, which mandates the distribution of funds to various Port Corporation funds.

The Port Corporation operates two marine terminals in the City of Camden area--the Broadway Terminal, acquired from the now defunct New York Shipbuilding Corporation, and the Beckett Street Terminal. To purchase the Broadway Terminal, the Corporation utilized a portion of the $16 million issue of Series "A" Marine Terminal Revenue Bonds in 1970 in order to convert that facility for cargo handling, including both import and export of goods and materials . Since 1970, gross revenues of the Port have increased from $1.9 million to $8.4 million in 1983. There has been a commensurate increase in Port tonnage with over one million tons being handled in each of the last eleven years. This activity has been translated into millions of dollars of economic benefit to the South Jersey area.

In 1980, the Port issued and sold $14.5 million of Series B Marine Terminal Revenue Bonds. These funds were utilized to develop a fourth deep water shipping berth at Beckett Street Terminal. In addition, a portion of these bond funds, $1.8 million, together with a $3 million Federal EDA Grant, has been used to acquire a new versatile high capacity multi-purpose crane, capable of handling containers. The Beckett Street development project was completed in early 1984.

While net revenues were not sufficient to fully cover debt service in calendar years 1972-77, the State provided the necessary funds by appropriations equal to the certified deficiencies in the Bond Reserve Fund. For the calendar years 1978 to 1981, the Port Corporation covered debt service requirements from operating revenues. In 1982, the Port had a deficiency or $872,742 in the Bond Reserve Fund, largely due to debt service on the Series "B" Revenue Bonds, which resulted in a more than doubling of the Port's annual Debt Service requirements from $1.2 million to $2.6 million. In 1983, the State provided $872,742 to meet this deficiency. The Port's performance has been improving rapidly. Cash receipts by the Port during the first five (5) months of calendar year 1984 are over 30% higher than the same period a year earlier.

SOUTH JERSEY PORT CORPORATION (CONTINUED)

At Broadway Terminal, the Port entered into an agreement for development of a major coal export terminal on a 38-acre tract of land. This was, unfortunately, brought to a halt by the bankruptcy of the developer which, in turn, had resulted from a serve downturn in U.S. export coal sales. Efforts to indentify an alternate use for this 38-acre land parcel now appear very promising. A major U.S. auto importer has evidenced solid interest in this site and an initial shipment of import autos is expected by late July, 1984.

NEW JERSEY EDUCATIONAL FACILITIES AUTHORITY

The New Jersey Educational Facilities Authority was established in 1966 to provide a means for New Jersey public and independent colleges and universities to construct additional facilities through the financial resources of a public authority empowered to sell tax-exempt notes and bonds. The Authority finances only revenue-producing facilities on public college campuses; it is not so restricted for the independent institutions, and may finance academic buildings as well.

Since its inception, the Authority has provided financing for the construction of 58 projects for 22 colleges and universities in the State of New Jersey. The projects include academic buildings, student centers, dormitories, student apartments, parking facilities, cafeterias, and athletic/recreation centers.

The Authority has issued bond anticipation notes (temporary financing) in the amount of $344,172,000, and bonds in the amount of $366,854,000. As of June 30, 1984, the Authority had obligations outstanding in the amount of $338,742,000.

NEW JERSEY ECONOMIC DEVELOPMENT AUTHORITY

The New Jersey Economic Development Authority, created in 1974 as a public body corporate and politic, is authorized to arrange long-term, low-interest financing, and other forms of assistance to private firms and companies for the purpose of maintaining and expanding employment opportunities and enlarging the tax base of state and local governments in the State of New Jersey. To accomplish its objectives, the Authority has developed the following programs:

- Tax-exempt industrial development bond funding, which provides low-interest financing for companies seeking to expand in or locate in New Jersey. In the year ended June 30, 1984, the Authority arranged financing for 498 projects, totaling almost $1 billion in low-interest financing, and stimulating about $1.2 billion in investment in the State's economy. About 16,000 permanent jobs were estimated to be created or maintained.

- Direct loan and loan guarantees, which are provided to private companies for purposes of fixed asset and working capital expansion. In the year ended June 30, 1984, the Authority closed 39 direct loans and loan guarantees for a total Authority exposure of $11,935,000. This assistance is expected to result in private investments of more than $70 million, and create an estimated 600 jobs.

- Urban Industrial Park Program, in which the Authority acts as purchaser and developer of urban renewal land located in certain urban aid municipalities. The Authority has developed properties in Jersey City, Elizabeth, Trenton and Newark. Approximately 82% of the available land in these parks already is sold or under contract, representing about $64.4 million in private investment and over 1,600 permanent jobs. Upon completion of the four industrial parks, it is estimated that they will stimulate $120 million in private investment, with a total of 3,000 permanent jobs.

NEW JERSEY ECONOMIC DEVELOPMENT AUTHORITY (Continued)

- Trade Adjustment Assistance Center--The Authority entered into an additional Cooperative Agreement with the U.S. International Trade Administration (ITA) for continued operation of this Center. Manufacturing firms which have been adversely affected by imports may qualify for consulting assistance (in marketing, sales, engineering, accounting, etc.) as well as financial assistance in the form of direct and guaranteed loans funded by the ITA. During the year ended June 30, 1984, the Center certified 34 firms to be eligible to apply for assistance and provided $879,331 of consulting assistance to 41 firms. Loans were approved for nine companies totaling $6,299,000 for both fixed assets and working capital.

- Statewide 503 Program, which the Authority administers under a contract arrangement with the Corporation for Business Assistance in New Jersey (CBA). Under this program, federally guaranteed, subordinated loans at fixed interest rates are made available to small, growing businesses on a long-term basis for fixed assets. As of June 30, 1984, the Authority was processing documents for 14 applicants whose loans, amounting to $3.1 million, had been approved by the CBA.

NEW JERSEY HEALTH CARE FACILITIES FINANCING AUTHORITY

The New Jersey Health Care Facilities Financing Authority, established in 1972 as a public body corporate and politic of the State, provides low-cost capital financing for the public and private not-for-profit health care institutions of the State.

As of June 30, 1984, the Authority has issued bonds and notes in excess of $2 billion on behalf of over seventy-five health care facilities, the proceeds of which were utilized for the construction, modernization or renovation of facilities, acquisition of new equipment, and the refinancing of existing debt.

NEW JERSEY TURNPIKE AUTHORITY

The New Jersey Turnpike Authority, created as a body corporate and politic by the New Jersey Turnpike Authority Act of 1948, is authorized to construct, maintain, repair, and operate turnpike projects at locations established by law. Furthermore, the Authority may issue turnpike revenue bonds or notes of the Authority, subject to prior approval by the Governor and of either or both the State Treasurer and the Comptroller of the Treasury, payable solely from tolls and other revenues of the Authority.

A major construction project providing easier access to Newark International Airport and the southern end of the Newark/Elizabeth Seaport was completed with the opening of Interchange 13-A on June 10, 1982. This new facility was completed ahead of schedule and under budget, with costs shared by the Port Authority of New York and New Jersey, the New Jersey Department of Transportation, and the Turnpike Authority.

Recent operations projects such as the Automatic Traffic Surveillance and Control System have made the State's turnpike among the safest of the heavily trafficked roads in the country. The fatality and accident records of the Authority have been the best in New Jersey, and have contributed to the State's record as the safest in the nation.

NEW JERSEY EXPRESSWAY AUTHORITY

The New Jersey Expressway Authority, created in 1962 as a body corporate and politic, is authorized and empowered to acquire, construct, maintain, repair and operate Atlantic City Expressway projects at lawfully established locations and, with the prior approval by the Governor, and of either or both the State Treasurer and the Comptroller of the Treasury, to issue its bonds or notes for such purposes. The existing roadway serves as a link between the Philadelphia metropolitan area and the seashore counties bordering the Atlantic Ocean. The principal source of revenues for the Authority is the money received from expressway tolls, the rate schedule of which is set by independent traffic consultants, representing the bond holders. The original bond issue for the construction of the Expressway totaled $54,625,000. In December of 1983, the Authority refunded and defeased the then outstanding bonded indebtedness of the Authority. As of June 30, 1984, the outstanding bonded indebtedness was $17,660.00.

Due to the influx of casinos in Atlantic City, the annual traffic on the Expressway has increased 208% as of January, 1984 over traffic recorded in December, 1977. This far exceeds any increase recorded by any other toll facility in the nation. The third year of operation of the Authority's Intercept Parking Facility was completed in March, 1984 and is a highly successful revenue producer.

NEW JERSEY HIGHWAY AUTHORITY

The New Jersey Highway Authority, created in 1952 as a body corporate and politic, is authorized to acquire, construct, operate, and maintain highway projects (specifically the toll portions of the Garden State Parkway) with the provision that the Governor shall have the right to veto any action, except collective bargaining; and that the approval of the Governor and State Treasurer or Comptroller shall be required prior to adoption of any bond resolution or revision of tolls. The Authority has also been responsible for construction and maintenance of the Garden State Arts Center.

The Highway Authority is the number one toll road in the nation for vehicular use. The State of New Jersey guarantees payment on $16,874,000 of bonds due 1985-88; however, the State believes that revenue from the Authority will be sufficient to provide for payment of debt service without recourse to the State's guarantee.

RUTGERS, THE STATE UNIVERSITY

Rutgers, The State University, entered into an open-end indenture dated May 1, 1967, to provide a means of financing construction of auxiliary enterprise facilities such as student apartments, dormitories, student centers, and parking garages, and to consolidate previously outstanding bond indebtedness. Under the terms of the indenture, all bonds issued are direct and general obligations of the University, and are in no way obligations of the State. All revenues from auxiliary enterprise facilities constructed with the proceeds of the bonds, together with revenues from certain other such facilities, are pledged to secure the indebtedness. The excess of funds, after satisfying certain requirements, is available to the University.

NEW JERSEY SPORTS AND EXPOSITION AUTHORITY

The New Jersey Sports and Exposition Authority, established in 1971 as a public body corporate and politic with corporate succession, has been responsible for the financing, construction, and management of the Meadowlands Racetrack and Giants Stadium, both of which opened in 1976, and the Brendan Byrne Arena which opened in July, 1981. The Authority is charged with the responsibility for providing facilities in the Hackensack Meadowlands for athletic and entertainment events, trade shows and other expositions, and is authorized to issue bonds and notes and provides the terms and security thereof.

The Stadium-Racetrack project, parking facilities, and land on which the arena is situated is a 682-acre site. The track accommodates approximately 16,000 patrons nightly for thoroughbred and standardbred racing. The stadium has a capacity of 76,900, and is the home of the Giants of the National Football League, the Cosmos of the North American Soccer League, and the New Jersey Generals of the United States Football League. The arena is the home of the New Jersey Nets of the National Basketball Association and the New Jersey Devils of the National Hockey League, and seats approximately 20,000 spectators. Family shows such as the Circus and Disney on Ice, as well as concerts, are provided annually. In addition, horse sales, trade shows, tennis matches, track meets, and other special events are held in the arena.

On October 13, 1983, outstanding Sports Complex Subordinated Bonds (1981 Series) totaling $42,245,000. were refinanced through available funds and the issuance of $43,021,000 (net of unamortized original issue discount of $629,000) Sports Complex Subordinated Refunding Bonds (1983 Series). $25,750,000 of these bonds are serial bonds which are due, unless redeemed prior to maturity at various dates from December 1, 1984 to December 1, 1993 and with varying interest rates from 5.5% to 9%. The remaining bonds are term bonds of $8,180,000 and $9,720,000 which are due December 1, 1995 and December 1, 1997, respectively, with intertest at 9%. The term bonds are subject to mandatory redemption prior to maturity by operation of the Subordinated Bond Fund to satisfy sinking fund installments, on any interest payment date on and after June 1, 1994 and June 1, 1996, respectively, at 100% plus accrued interest. The effect of lower interest rates expected to be received on the Subordinated Refund Bonds of approximately $1,500,000, net present value, will be realized over the life of the bonds.

NEW JERSEY HOUSING AND MORTGAGE FINANCE AGENCY

Multifamily Section

The Housing & Mortgage Finance Agency (HMFA) makes mortgage and improvement loans to nonprofit and limited dividend sponsors for construction or major rehabilitation of rental apartment housing for low and moderate-income families and senior citizens. In addition to providing financing, the Agency monitors and provides technical support in the planning, construction, and management of all developments in its portfolio.

HMFA mortgage loan funds come from the sale of tax-exempt revenue bonds. During fiscal year 1984, the Agency successfully marketed one bond issue which raised $11.7 million in proceeds to finance the construction of 176 rental units.

Since its inception, the Agency has placed $1,142 million in mortgages for 163 housing developments, which has raised the State's housing stock by 31,090 units. It has also provided $45.3 million in short-term loans for the construction of 1,452 rental units.

With the enactment of the Boarding House Life Safety Improvement Act, the Agency was called upon to make loans to boarding homes and residential health care facility owners for the installation of fire safety improvements such as fire alarms and sprinkler systems. To date, the Agency has made loans to 32 facilities for a total amount of $4.2 million.

Single Family Section

In promoting the availability of affordable homeownership financing, the Agency also provided low-interest mortgage and improvement loans to eligible residents throughout the state. Proceeds from the sale of tax-exempt mortgage revenue bonds enable the Agency to finance the purchase and improvement of one to four unit residences.

NEW JERSEY HOUSING AND MORTGAGE FINANCE AGENCY (Continued)

Single Family Section (Continued)

To date, the Agency has issued over $505,000,000 in bonds to fund three Statewide Mortgage Programs, which have enabled more than 9,000 New Jersey families to purchase new and existing homes since the start of the program in October 1982. The Statewide Mortgage Program provides low-interest mortgages to first-time homebuyers throughout the State and to families purchasing homes within the Agency's forty targeted urban neighborhoods. The Statewide Mortgage Program has been successful in aiding the State's new and existing housing industries during the critical period created by high interest rates and by assisting families who may otherwise have been forced to forgo homeownership indefinitely.

The Agency launched its Neighborhood Loan Program--the first State Mortgage Purchase Program in the country to be targeted to urban neighborhoods--in 1977. $341,335,000 in bonds have been sold solely to finance lower interest rate, first mortgage loans in urban areas. Designed to encourage homeownership in urban areas by increasing the flow of mortgage lending there on affordable terms, the Neighborhood Loan Program is available in 40 urban municipalities. This program has financed the purchase of 9,000 owner occupied homes thus far, and the urban commitment is now carried on as part of the Statewide Mortgage Program.

A Statewide Home Improvement Loan Program (HILP) was initiated by the Agency in March 1978, to provide below-market interest rate loans to homeowners of modest income. Four bond issues have been sold to finance the purchase of these low interest loans from participating lending institutions. Approximately 7,900 households will have been upgraded, enlarged or made more energy efficient using $55,890,000 of these funds. The Agency has incorporated an energy/solar loan component into its current phase of HILP financing in order to stimulate energy conservation improvements in the state.

The Agency's initial focus of activity from 1971 to 1976 was the operation of its Loan to Lenders Program, the first such program in the country. The program was financed by eight bond issues totalling $456,450,000 resulting in the financing of more than 20,000 housing units throughout the state.

NEW JERSEY BUILDING AUTHORITY

The New Jersey Building Authority, created in 1981 as a body corporate and politic, is authorized to construct and rehabilitate office buildings and related facilities for use by State agencies. The Authority is authorized to issue bonds and notes to provide funds for the construction and rehabilitation projects. The debt service on the bonds will be paid through lease agreements with the State. As of June 30, 1984 the Authority has issued $157,120,000 in bonds.

HACKENSACK MEADOWLANDS DEVELOPMENT COMMISSION

The Hackensack Meadowlands Development Commission is a body corporate and politic established within the Department of Community Affairs under the provisions of the Hackensack Meadowlands Reclamation and Development Act of 1968. Pursuant to the Act, the Commission is authorized and empowered to be the planning and zoning agency for the reclaiming, planning, development and redevelopment of the 19,730 acre Meadowlands District. The agency also has the responsibility to provide garbage disposal facilities for 118 communities in Bergen, Essex, Hudson and Passic counties.

The District consist of waterways tidal flow lands, woodlands, marsh and meadows contained within portions of 14 municipalities and two counties, Bergen and Hudson. Through the issuance, if needed, of tax exempt bonds and notes, the Commission is able to raise needed funds.

HACKENSACK MEADOWLANDS DEVELOPMENT COMMISSION (Continued)

Recent developments within the Hackensack Meadowlands include:

- Dedication of the Environmental Center and Administrative complex of the HMDC.
- The Meadowlands District surpassed the $1 billion investment milestone during the past year. More than $550 million has been invested by the private sector in offices, hotels, commercial buildings, resturants, ramps, roads, and bridges. This, combined with the $450 million spent by the Sports Authority to build the complex, brings the total to slightly more than $1 billion.
- This investment has produced more than 44,000 new jobs which in turn produce an annual payroll of more than $792 million.
- Total workforce in the district has now reached 85,000 people. It is the only area in the metropolitian region which has seen 14 years of uninterrupted growth.
- The HMDC decided to maintain its 1980 zoning and site a 3200 ton per day resource recovery system in Ridgefield.

Environmental planning and progress continues to restore this once blighted area to a state of ecological health.

NEW JERSEY WATER SUPPLY AUTHORITY

The New Jersey Water Supply Authority, created in 1981 as a public body corporate and politic, is authorized to acquire, finance, construct, and operate water supply systems. The Authority currently operates and maintains the Delaware and Raritan Canal and the Spruce Run/Round Valley Reservoir water supply system.

Pursuant to an agreement with the State Treasurer dated December 6, 1982, the Authority is obligated to repay $5,164,000 in outstanding 1958 Water Development Bond Issues during the period July 1, 1984 through June 30, 1988 and $10,587,500 in outstanding 1969 Water Development Bond Issues during the period July 1, 1988 through June 30, 2002.

The Authority may, upon the request of a municipality, county, the State, or agencies thereof, enter into a contract to provide services for any water system project. All projects undertaken by the Authority shall conform to the recommendations of the New Jersey Statewide Water Supply Plan. Bonds of the Authority may be issued to finance these projects and the debt service on the bonds is payable from the revenues and other funds of the Authority. As of June 30, 1984, the Authority has not issued any bonds.

REGIONAL BOND-ISSUING AUTHORITIES

The five regional or bi-state authorities serving New Jersey are:

DELAWARE RIVER JOINT TOLL BRIDGE COMMISSION

The Delaware River Joint Toll Bridge Commission is a body corporate and politic, created in 1934 by a compact between the Commonwealth of Pennsylvania and the State of New Jersey with approval of the United States Congress. The Commission is authorized and empowered, in certain cases with the requirement of federal governmental approval, to acquire, construct, administer, operate, and maintain such bridges as the Commission deems necessary to advance the interest of the two states, and to issue bonds and other obligations. The compact provides that Commission indebtedness shall not be deemed to constitute a debt or liability of the two states.

The Commission has authority over six toll-supported bridges, Trenton-Morrisville, New Hope-Lambertville, Easton-Phillipsburg, Portland-Columbia, Delaware Water Gap, and Milford-Montague, from which excess revenues go toward bridge improvements and bond redemptions; plus thirteen state-owned and tax-supported bridges whose revenue for operation and maintenance comes from the states of Pennsylvania and New Jersey.

DELAWARE RIVER AND BAY AUTHORITY

The Delaware River and Bay Authority, created in 1962 with the consent of the United States Congress, is a body politic and an agency of the government of the states of Delaware and New Jersey. The Authority is authorized to plan, finance, develop, construct, purchase, lease, maintain, improve, and operate crossings, including bridges, tunnels, and ferries between the State of Delaware and the State of New Jersey across the Delaware River and Bay. To this end, the Authority may issue revenue bonds payable from operations of the Authority's facilities.

The Authority operates twin bridges, the Delaware Memorial Bridge (1951) and a second bridge which opened in 1968 financed by a $103,000,000 revenue bond issued in 1964. In addition, the Authority operates the Cape May-Lewes Ferry.

DELAWARE RIVER PORT AUTHORITY

The Delaware River Port Authority, originally created in the 1920's as a bi-state commission authorized to construct the Benjamin Franklin Bridge between Camden and Philadelphia, is a self-sustaining agency, operating without tax funds and getting most of its revenues from Authority operations. Since changing from a bridge commission to a port authority, the Authority has undertaken construction of three additional bridges--the Walt Whitman Bridge (1957), the Commodore Barry Bridge (1974), and the Betsy Ross Bridge (1976),--and expanded its responsibilities for regional mass transit--the Lindenwold Highspeed Line opened in 1969--and promotion of ports on the Delaware River, collectively known as the Ports of Philadelphia.

DELAWARE RIVER BASIN COMMISSION

The Delaware River Basin Commission was created by compact in 1961 as a body politic and corporate between the states of Delaware, New Jersey and New York, the Commonwealth of Pennsylvania, and the United States of America. The Commission is responsible for developing and effectuating plans, policies, and projects relating to the water resources of the Delaware River Basin. To achieve this end, the Commission may issue bonds payable solely out of the properties and revenues of the Commission without recourse to taxation. However, the Commission has not issued any bonds to date.

REGIONAL BOND-ISSUING AUTHORITIES (Continued)

PORT AUTHORITY OF NEW YORK AND NEW JERSEY

The Port Authority, a municipal corporate instrumentality of the states of New York and New Jersey, was created by compact between the two states in 1921, with the consent of the Congress of the United States to plan, develop, and operate terminals and other facilities of transportation and commerce, and to advance projects in the general fields of transportation and world trade that contribute to promoting and protecting commerce of the Port District.

The Port Authority is financially self-sustaining and, as such, it must obtain the funds necessary for construction or acquisition of facilities upon the basis of its own credit, its reserve funds, and its future revenues. The Authority has neither the power to pledge the credit of either state or any municipality, nor to levy taxes or assessments. Since its creation, the Port Authority has issued over $5.5 billion in obligations, of which over $2.3 billion was outstanding on June 30, 1984.

Authority facilities, all of which have been authorized by the two states, include six interstate bridges and tunnels, the three major metropolitan airports, two heliports, the World Trade Center, the Bathgate and Elizabeth Industrial Parks, the rapid transit PATH system, buses and ancillary bus facilities for use in the states of New York and New Jersey, the Teleport, as well as marine, passenger ship, motor truck and bus terminals.

Additional Port Authority programs and proposals include the Export Trading Company which would assist eligible regional firms in developing their export trade business; mixed use waterfront projects to create new jobs and new regional activity; and Resource Recovery Projects in New York and New Jersey.

OUTSTANDING DEBT OF NEW JERSEY STATE AUTHORITIES
AS OF JUNE 30, 1984

MORAL OBLIGATION DEBT

The authorizing legislation for two state authorities, the Housing Finance Agency and the South Jersey Port Corporation, provides for specific budgetary procedures with respect to certain obligations. According to the legislation, a designated official is required to certify any deficiency in the debt reserve fund maintained to meet payments of principal and interest on obligations, and an appropriation in the amount of the deficiency is to be made. The Legislature, however, is not legally bound to make such an appropriation. Bonds issued pursuant to authorizing legislation of this type are usually referred to as "moral obligation" bonds.

OTHER STATE AGENCY AND AUTHORITY DEBT

Other state-created entities have statutory authority to incur debt which is not "moral obligation" debt as previously defined, and is incurred without any legislation providing for State appropriations to pay debt service thereon. This debt is supported by revenues derived from assets of the various projects financed by these entities. A portion of this debt is supported by lease payments to the issuing entity.

STATE OF NEW JERSEY
PUBLIC AUTHORITIES AND AGENCIES (Continued)
FISCAL YEAR ENDED JUNE 30, 1984

A summary of the debt of the State Authorities/Agencies, including moral obligation debt as of June 30, 1984, follows:

STATE AUTHORITIES	DEBT OUTSTANDING
New Jersey Turnpike Authority	$ 724,837,000
Rutgers, The State University	73,925,000
New Jersey Expressway Authority	17,660,000
New Jersey Highway Authority	141,005,000 (1)
New Jersey Housing and Mortgage Finance Agency (4)	2,194,836,344
South Jersey Port Corporation	29,340,000
New Jersey Economic Development Authority	4,413,221,353 (2)
New Jersey Health Care Facilities Financing Authority	1,870,830,442
New Jersey Educational Facilities	338,742,000
New Jersey Building Authority	157,120,000
New Jersey Sports and Exposition Authority	400,861,000 (3)
Hackensack Meadowlands Development Commission	4,488,266
New Jersey Water Supply Authority	--
TOTAL	$10,366,866,405

REGIONAL AUTHORITIES	DEBT OUTSTANDING
Delaware River Port Authority	$ 296,368,682
Delaware River and Bay Authority	73,465,000
Delaware River Basin Commission	22,291,399
Delaware River Joint Toll Bridge Commission	4,165,000
Port Authority of New York and New Jersey	2,369,226,000

(1) Includes $16,874,000 guaranteed by the State.

(2) Cumulative debt of this Authority represents limited obligations which do not obligate the credit of the Authority or of the State.

(3) Includes $277,000,000 of State-guaranteed refunding bonds.

(4) The New Jersey Housing Finance Agency and the New Jersey Mortgage Finance Agency were consolidated in 1984 to form the New Jersey Housing and Mortgage Finance Agency.